

# **Town of Weston, Connecticut**

Financial Report  
June 30, 2014



**Town of Weston, Connecticut**

**Financial Report**

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## Independent Auditor's Report

To the Board of Finance  
Town of Weston, Connecticut

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business type activities, each major fund and the aggregate remaining fund information of the Town of Weston, Connecticut (the "Town"), as of and for the fiscal year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Weston, Connecticut, as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3–10, the schedules of funding progress and employer contributions on page 45 and budgetary comparison information on page 46 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The combining and individual fund financial statements and other schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and other schedules are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and other schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2014 on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.



New Haven, Connecticut  
December 30, 2014

**Town of Weston, Connecticut**  
**Management's Discussion and Analysis - *unaudited***  
**June 30, 2014**

As management of the Town of Weston, Connecticut (the "Town"), we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2014. We encourage readers to consider the information presented here in conjunction with the Town's basic financial statements that follow this section. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The Town's financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-Wide Financial Statements**

The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the Town's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Town include general government, public safety, public works, health and welfare, education, and culture and recreation activities. The Town maintains three business-type activities – the Ravenwood area water supply system, self-funded recreation programs and the recycling and transfer station operation. Additionally, the Town maintains an internal service fund to account for financial transactions related to health insurance.

The Town does not have any component units which would be other governmental units over which the Town can exercise influence through its legislative body and/or may be obligated to provide financial subsidy.

The government-wide financial statements can be found on pages 11-12 of this report.

**Fund financial statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Weston, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows

and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. For example, amounts reported on the balance sheet include items such as cash and receivables collectible within a very short period of time, but do not include capital assets such as land and buildings. Fund liabilities include amounts that are to be paid within a very short period of time after the end of the fiscal year. The difference between a fund's total assets and total liabilities is labeled as the fund balance. Likewise, the operating statement for governmental funds reports only those revenues and expenditures that were collected or paid with cash during the current period, or, shortly after the end of the year.

The governmental funds includes the general fund, as well as other governmental funds which consists of 12 special revenue funds, the capital non-recurring reserve fund, the capital improvement fund and one permanent fund. For the most part, the balances and activities accounted for in the governmental funds are also reported in the governmental activities columns of the government-wide financial statements. However, different accounting bases are used to prepare fund financial statements and government-wide financial statements. For this reason, there is an analysis which is reflected on page 13 that reconciles the total fund balance to the amount of net position. On page 15 there is a reconciliation of the total change in fund balances for all governmental funds to the change in net position as reported in the governmental activities column in the statement of activities. The flow of current financial resources will reflect bond proceeds and interfund transfers as other financing sources while also reflecting capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate those transactions and incorporate the capital assets and long-term obligations (bonds, etc.) into the governmental activities column.

The basic governmental fund financial statements can be found on pages 13-15 of this report.

**Proprietary funds.** The Town maintains four (4) proprietary funds. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Ravenwood area water supply system, self-funded recreation programs, and the recycling/transfer station as business-type activities. Also included under proprietary funds is the internal services fund.

The basic proprietary fund financial statements can be found on pages 16-18 of this report.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Town of Weston's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 19-20 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 21-43 of this report.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Town's progress in funding its obligation to provide other post-employment benefits to its employees and general fund budgetary information.

### **Financial Highlights – Primary Government**

The assets of the Town of Weston exceeded its liabilities at the close of the most recent fiscal year by approximately \$64.6 million (net position). Of this amount, approximately \$15.3 million (unrestricted net position) may be used to meet the Town's ongoing obligations to citizens and creditors. The Town's total net position increased by approximately \$90 thousand.

As of the close of the fiscal year, the Town of Weston's governmental funds reported combined ending fund balances of approximately \$17.8 million, an increase of approximately \$377 thousand. The general fund reflects a total fund balance of approximately \$12.4 million or, an increase of approximately \$1 million from the prior year. Management has committed to the Boards of Selectmen and Finance the goal of achieving a minimum unassigned fund balance in the range of 10% to 12% of the annual budget. As of the end of the current fiscal year, unassigned fund balance for the general fund was approximately \$10.7 million, or approximately 15.1% of general fund expenditures and other financing uses of funds.

Total debt for the Town decreased by approximately \$4.3 million as prior outstanding debt was amortized.

### Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. For the Town of Weston, assets exceeded liabilities by approximately \$64.6 million at the close of the fiscal year. The Town's overall financial position is summarized as follows:

**Town of Weston, Connecticut**  
**Summary Statement of Net Position (000's)**

	June 30, 2014			June 30, 2013		
	Primary Government			Primary Government		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Current and other assets	\$ 26,206	\$ 111	\$ 26,317	\$ 24,509	\$ 128	\$ 24,637
Capital assets	96,646	146	96,792	100,325	155	100,480
<b>Total assets</b>	<b>122,852</b>	<b>257</b>	<b>123,109</b>	<b>124,834</b>	<b>283</b>	<b>125,117</b>
Deferred charge on refunding	1,708	-	1,708	1,928	-	1,928
<b>Total deferred outflows of resources</b>	<b>1,708</b>	<b>-</b>	<b>1,708</b>	<b>1,928</b>	<b>-</b>	<b>1,928</b>
Other liabilities	5,350	46	5,396	4,222	32	4,254
Long-term liabilities	54,010	-	54,010	57,907	-	57,907
<b>Total liabilities</b>	<b>59,360</b>	<b>46</b>	<b>59,406</b>	<b>62,129</b>	<b>32</b>	<b>62,161</b>
Property taxes collected in advance	778	-	778	342	-	342
<b>Total deferred inflows of resources</b>	<b>778</b>	<b>-</b>	<b>778</b>	<b>342</b>	<b>-</b>	<b>342</b>
Net position:						
Net investment in capital assets	46,166	146	46,313	46,508	155	46,663
Restricted	3,035	-	3,035	3,113	-	-
Unrestricted	15,221	65	15,286	14,670	97	14,767
<b>Total net position</b>	<b>\$ 64,422</b>	<b>\$ 211</b>	<b>\$ 64,633</b>	<b>\$ 64,291</b>	<b>\$ 252</b>	<b>\$ 64,543</b>

For more detailed information, see the Statement of Net Position (page 11).

The largest portion of the Town's net position in the governmental activities represents invested in capital assets net of related debt (71.7%), with the remainder classified as restricted (4.7%) and unrestricted (23.6%). Capital assets for the Town decreased by \$3.7 million from the prior year as annual depreciation expense exceeded new capital outlay during the year. Although the Town investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this

debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors. At the end of the current fiscal year, the Town is able to report positive balances in all categories of net position, both for the government as a whole, as well as for its separate governmental activities.

**Town of Weston, Connecticut**  
**Summary Statement of Activities (000's)**

	Year Ended June 30, 2014			Year Ended June 30, 2013		
	Primary Government			Primary Government		
	Governmental Activities	Business- type Activities	Total	Governmental Activities	Business- type Activities	Total
<b>Revenues</b>						
Program Revenues:						
Charge for services	\$ 3,562	\$ 685	\$ 4,247	\$ 3,280	\$ 726	\$ 4,006
Operating grants and contributions	6,882	-	6,882	5,964	-	5,964
Capital grants and contributions	643	-	643	416	-	416
General Revenues:						
Property Taxes	63,673	-	63,673	63,658	-	63,658
Grants, contributions not restricted to specific programs	147	-	147	2,094	-	2,094
Unrestricted investment earnings	271	1	272	71	1	72
Other	(102)	102	-	(89)	89	-
<b>Total revenues</b>	<b>75,076</b>	<b>788</b>	<b>75,864</b>	<b>75,394</b>	<b>816</b>	<b>76,210</b>
<b>Expenses</b>						
Program Activities						
Primary Government:						
General Government	6,844	-	6,844	6,973	-	6,973
Public Safety	3,047	-	3,047	2,889	-	2,889
Public Works	2,656	-	2,656	2,282	-	2,282
Health and Welfare	466	-	466	471	-	471
Culture and Recreation	1,229	-	1,229	1,281	-	1,281
Education	58,478	-	58,478	57,551	-	57,551
Interest on long-term debt	2,225	-	2,225	2,177	-	2,177
Business-Type Activities:						
Water supply system	-	39	39	-	47	47
Self-funded recreation programs	-	382	382	-	378	378
Recycling and transfer station	-	408	408	-	386	386
<b>Total expenses</b>	<b>74,945</b>	<b>829</b>	<b>75,774</b>	<b>73,624</b>	<b>811</b>	<b>74,435</b>
<b>Change in net position</b>	<b>131</b>	<b>(41)</b>	<b>90</b>	<b>1,770</b>	<b>5</b>	<b>1,775</b>
<b>Net Position – beginning</b>	<b>64,291</b>	<b>252</b>	<b>64,543</b>	<b>62,521</b>	<b>247</b>	<b>62,768</b>
<b>Net Position - ending</b>	<b>\$ 64,422</b>	<b>\$ 211</b>	<b>\$ 64,633</b>	<b>\$ 64,291</b>	<b>\$ 252</b>	<b>\$ 64,543</b>

**Governmental activities** - Governmental activities increased the Town's net position by approximately \$131 thousand.

Major revenue factors impacting the change in net position include the following:

- Grants, contributions not restricted to specific programs decreased approximately \$1.8 million as a result of a contribution to the Library Board Fund in the prior fiscal year.
- Capital grants and contributions increased by approximately \$227,000 as a result of increase in grants for capital improvements.
- Unrestricted investment earnings increased by \$200,000 due to the fact that the Town experienced marked value paper losses as of June, 2013 in the Town's fixed income portfolio. Unrealized losses during FY 2014 were significantly less than the prior year so investment income was correspondingly higher. This reflects estimated unrealized losses and the Town is required under Governmental Accounting Standards Board (GASB) to recognize this.

Major expense factors include:

- For Governmental Activities, approximately \$58.5 million of the Town's expenses relate to education, \$3.0 million relates to public safety, \$6.8 million for general government, \$2.7 million for public works, \$2.2 million for interest on long-term debt while other expenses total approximately \$1.7 million.
- General government, public safety and public works expenses increased primarily due to the recognition of other post employment expenses, police overtime, paving and snow removal expenses.

**Business-type activities** - The Town's three business-type activities accounted for a decrease of approximately \$41 thousand in net position primarily due to increases in expenses in the recycling and transfer station. Expenses exceeded revenues for these funds by approximately \$144 thousand after the general fund covered the deficits in these funds with a net transfer amounting to approximately \$102 thousand. Historically, the Town has covered such operating deficits in the Water Supply System and Transfer Station operations through transfers that are included in the Town's annual operating budget.

### **Financial Analysis of the Government's Funds**

As noted earlier, the Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of approximately \$17.8 million. Approximately 62% of this total amount (\$11.0 million) constitutes unassigned fund balance. The remainder of fund balance is categorized among the remaining four classifications of fund balance depending on the level of commitment on these funds.

**General fund.** At the end of the current fiscal year, unassigned fund balance of the general fund was approximately \$10.7 million, while total general fund balance totaled approximately \$12.4 million. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 15% of total general fund expenditures and uses of funds, while total fund balance represents approximately 17.5% of that same amount. We need to point out that \$136 thousand of the assigned and total general fund balance is attributable to the Board of Education's Miscellaneous Donations fund.

The fund balance of the Town's general fund increased by approximately \$1 million during the current fiscal year as the Town experienced actual revenue collections over budget.

Major expenditure factors include:

- Debt principal payments increased as a result of scheduled debt amortization. However, this was offset substantially by a decrease in debt interest.
- Police expenditures were up about \$112 thousand over the prior year due to additional overtime expenses and a heart and hypertension settlement.
- Public works expenses increased by \$145 thousand due mainly to additional snow removal costs and paving expenses.

### General Fund Budgetary Highlights

The difference between the original budget and the final amended budget was approximately \$.8 million attributable primarily due to supplemental appropriations over the course of the year approved by the Boards of Selectmen and Finance.

The Town's budgetary fund balance increased by approximately \$1.4 million as revenues exceeded budget by \$827 thousand. Supplemental Appropriations and changes in GAAP expenditures substantially offset the revenue increase.

### Capital Asset and Debt Administration

**Capital assets.** The Town's investment in capital assets for its governmental funds as of June 30, 2014, amounts to approximately \$97 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and related systems, improvements, roads, highways, bridges, machinery, furniture, vehicles and equipment, as well as construction in progress.

Major capital asset events during the current fiscal year included the following:

- A Windows and Doors Replacement Project at the High School has been completed in 2013-14 and approximately \$300,000 was spent on the project.
- \$194,000 was spent toward School Security initiatives.
- The Town spent \$144,000 on a new DPW wheel loader and \$150,000 for a new snow removal truck.

#### Town of Weston, Connecticut Capital Assets, Net of Depreciation

	June 30, 2014			June 30, 2013		
	Primary Government			Primary Government		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Land	\$ 10,149	\$ -	\$ 10,149	\$ 10,149	\$ -	\$ 10,149
Land Improvements	2,999	-	2,999	3,257	-	3,257
Buildings and improvements	66,341	91	66,432	67,895	97	67,992
Machinery and equipment	5,479	55	5,534	5,090	58	5,148
Infrastructure	10,371	-	10,371	10,749	-	10,749
Construction in Progress	1,307	-	1,307	3,185	-	3,185
<b>Total</b>	<b>\$ 96,646</b>	<b>\$ 146</b>	<b>\$ 96,792</b>	<b>\$ 100,325</b>	<b>\$ 155</b>	<b>\$ 100,480</b>

Additional information on the Town's capital assets can be found in Note 6 of this report.

**Debt Obligations.** At the end of the current fiscal year, the Town had total long-debt obligations outstanding of approximately \$51.8 million. Of this amount, approximately \$47.9 million comprises long-term debt backed by the full faith and credit of the Town. The balance of the debt is comprised mostly of short-term notes payable and compensated absences. The Town has not issued any debt secured solely by specified revenue sources (i.e., revenue bonds). The following summarizes the changes in the Town's debt:

**Town of Weston, Connecticut  
Changes in Town Debt**

	June 30, 2014			June 30, 2013		
	Primary Government			Primary Government		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
General obligation bonds	\$ 47,865	\$ -	\$ 47,865	\$ 52,125	\$ -	\$ 52,125
<b>Total</b>	<b>\$ 47,865</b>	<b>\$ -</b>	<b>\$ 47,865</b>	<b>\$ 52,125</b>	<b>\$ -</b>	<b>\$ 52,125</b>

The Town's total debt decreased by approximately \$4.3 million during the current fiscal year due to the amortization of prior bonds.

The Town maintains an "AAA" rating from Moody's Investors Service.

State statutes limit the amount of general obligation debt a governmental entity may issue to seven times its annual tax collections. The current debt limitation for the Town is approximately \$444 million which is significantly in excess of the Town's outstanding general obligation debt of approximately \$47.9 million.

Additional information on the Town's long-term debt can be found in note 7 of this report.

**Economic Factors and Next Year's Budgets and Rates**

- The unemployment rate for the Town as of June 30, 2014 was 4.1 percent, which compares favorably to the State's average unemployment rate of 6.7 percent and the Stamford Labor Market of 6.0 percent.
- The Town's fiscal year 2013-2014 budget resulted in a decrease in the mill rate of 0.5%. The 2014-2015 Budget resulted in a mill rate increase of 18.2% due to revaluation which resulted in a decline in property values.
- Inflationary trends in the region are similar to national indices.
- The Town receives relatively little State aid in comparison to other Connecticut municipalities. As a result, the Town is considerably insulated from the impact of State revenue shortfalls and corresponding cuts in State grants to municipalities.
- Conservative fiscal policies, particularly in budgeting for revenue, have significantly aided in the Town maintaining an unassigned general fund balance consistently in excess of 12% of the total Town budget.
- Primarily a residential community, wealth and income indicators for the Town are among the strongest in the state. Median family income and per capita income for the Town are approximately twice that of the same categories for Fairfield County as a whole based on the latest census figures.

- The Town utilizes a financial forecasting model to project the tax consequences associated with funding annual budget projections as well as the financing of large capital expenditures (school construction) over a ten year period. The model enables Town administration, Boards and the general public to be aware of these consequences by utilizing various assumptions and projections related to bonded debt issuance, annual growth in operating revenues and expenditures, capital non-recurring plans, tax collection rates and grand list growth.
- The Town continued to feel the effects of the national and regional economic downturn during this past fiscal year. Building permit activity and Town Clerk conveyance tax revenue continue to drop, or remain well below their pre-recession levels. Unemployment rates and foreclosures have also increased, and the Town will continue to monitor such activity in planning future budgets.

Most of these factors were considered in preparing the Town of Weston's annual budget.

### **Requests for Information**

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department, 56 Norfield Road, Weston, CT 06883.

## **Basic Financial Statements**



Town of Weston, Connecticut

Statement of Net Position  
June 30, 2014

	Primary Government		
	Governmental Activities	Business-Type Activities	Total*
<b>Assets</b>			
Cash and cash equivalents	\$ 11,734,444	\$ 71,342	\$ 11,805,786
Investments	11,445,822	-	11,445,822
Receivables, net of allowances for collection losses:			
Property taxes	1,719,068	-	1,719,068
Other	725,356	39,411	764,767
Inventories and prepaids	272,206	-	272,206
Restricted cash	308,382	-	308,382
Capital assets, non-depreciable	11,456,319	-	11,456,319
Capital assets, net of accumulated depreciation	85,190,320	146,415	85,336,735
<b>Total assets</b>	<b>122,851,917</b>	<b>257,168</b>	<b>123,109,085</b>
<b>Deferred Outflows of Resources</b>			
Deferred charge on refunding	1,707,996	-	1,707,996
<b>Total deferred outflows of resources</b>	<b>1,707,996</b>	<b>-</b>	<b>1,707,996</b>
<b>Liabilities</b>			
Accounts payable and accrued liabilities	3,499,704	-	3,499,704
Internal balances	57,089	(57,089)	-
Accrued interest payable	901,428	-	901,428
Unearned revenues	892,205	103,356	995,561
Long-term liabilities:			
Due within one year	4,936,264	-	4,936,264
Due in more than one year	49,073,307	-	49,073,307
<b>Total liabilities</b>	<b>59,359,997</b>	<b>46,267</b>	<b>59,406,264</b>
<b>Deferred Inflows of Resources</b>			
Property taxes collected in advance	778,170	-	778,170
<b>Total deferred inflows of resources</b>	<b>778,170</b>	<b>-</b>	<b>778,170</b>
<b>Net Position</b>			
Net investment in capital assets	46,166,370	146,415	46,312,785
Restricted	3,034,530	-	3,034,530
Unrestricted	15,220,846	64,486	15,285,332
<b>Total net position</b>	<b>\$ 64,421,746</b>	<b>\$ 210,901</b>	<b>\$ 64,632,647</b>

\* After internal balances have been eliminated.  
See Notes to Financial Statements.

Town of Weston, Connecticut

Statement of Activities  
For the Year Ended June 30, 2014

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	Total
Primary Government							
Governmental Activities:							
General government	\$ (6,843,616)	\$ 1,067,334	\$ 18,937	\$ -	\$ (5,757,345)	\$ -	\$ (5,757,345)
Public safety	(3,047,309)	13,417	-	-	(3,033,892)	-	(3,033,892)
Public works	(2,655,903)	441,247	-	643,408	(1,571,248)	-	(1,571,248)
Health and Welfare	(465,696)	-	-	-	(465,696)	-	(465,696)
Education	(58,478,694)	2,039,676	6,847,248	-	(49,591,770)	-	(49,591,770)
Culture and recreation	(1,229,038)	-	15,416	-	(1,213,622)	-	(1,213,622)
Interest on long-term debt	(2,224,737)	-	-	-	(2,224,737)	-	(2,224,737)
<b>Total governmental activities</b>	<b>(74,944,993)</b>	<b>3,561,674</b>	<b>6,881,601</b>	<b>643,408</b>	<b>(63,858,310)</b>	<b>-</b>	<b>(63,858,310)</b>
Business-Type Activities:							
Water supply system	(39,169)	18,909	-	-	-	(20,260)	(20,260)
Self-funded recreation programs	(381,453)	390,224	-	-	-	8,771	8,771
Recycling and transfer station	(408,161)	276,161	-	-	-	(132,000)	(132,000)
<b>Total business-type activities</b>	<b>(828,783)</b>	<b>685,294</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(143,489)</b>	<b>(143,489)</b>
<b>Total primary government</b>	<b>\$ (75,773,776)</b>	<b>\$ 4,246,968</b>	<b>\$ 6,881,601</b>	<b>\$ 643,408</b>	<b>(63,858,310)</b>	<b>(143,489)</b>	<b>(64,001,799)</b>
General revenues:							
Property taxes					63,672,714	-	63,672,714
Grants and contributions not restricted to specific programs					147,478	-	147,478
Unrestricted investment earnings					270,968	505	271,473
Transfers					(102,060)	102,060	-
<b>Total general revenues and transfers</b>					<b>63,989,100</b>	<b>102,565</b>	<b>64,091,665</b>
Change in net position					130,790	(40,924)	89,866
Net position - beginning					64,290,956	251,825	64,542,781
Net position - ending					<b>\$ 64,421,746</b>	<b>\$ 210,901</b>	<b>\$ 64,632,647</b>

See Notes to Financial Statements.

Town of Weston, Connecticut

Balance Sheet - Governmental Funds  
June 30, 2014

	General Fund	Non-Major Governmental Funds	Total Governmental Funds
<b>Assets</b>			
Cash and cash equivalents	\$ 9,525,959	\$ 2,516,867	\$ 12,042,826
Investments	11,445,822	-	11,445,822
Receivables, net of allowances for collection losses:			
Property taxes	1,719,068	-	1,719,068
Intergovernmental and other	252,139	389,082	641,221
Inventories and prepaids	263,606	8,600	272,206
Due from other funds	600,536	4,516,897	5,117,433
Advances to other funds	582,550	-	582,550
<b>Total assets</b>	<b>\$ 24,389,680</b>	<b>\$ 7,431,446</b>	<b>\$ 31,821,126</b>
<b>Liabilities</b>			
Accounts payable and accruals	\$ 2,519,757	\$ 254,947	\$ 2,774,704
Advances from other funds	-	582,550	582,550
Due to other funds	7,034,303	449,372	7,483,675
Unearned revenue	93,928	798,277	892,205
<b>Total liabilities</b>	<b>9,647,988</b>	<b>2,085,146</b>	<b>11,733,134</b>
<b>Deferred Inflows of Resources</b>			
Taxes collected in advance	778,170	-	778,170
Unavailable resources	1,535,540	-	1,535,540
<b>Total deferred inflows of resources</b>	<b>2,313,710</b>	<b>-</b>	<b>2,313,710</b>
<b>Fund Balances</b>			
Nonspendable	846,156	8,600	854,756
Restricted	-	3,034,530	3,034,530
Committed	329,500	2,305,284	2,634,784
Assigned	554,753	-	554,753
Unassigned	10,697,573	(2,114)	10,695,459
<b>Total fund balances</b>	<b>12,427,982</b>	<b>5,346,300</b>	<b>17,774,282</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 24,389,680</b>	<b>\$ 7,431,446</b>	

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets purchased by governmental funds are reported as expenditures, however, the statement of net position includes those capital assets among the assets of the Town as a whole.	96,646,639
Other long-term assets are not available and therefore are not recognized as revenues in the funds.	1,535,540
Internal service funds are used by management to charge the costs of health insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	1,668,288
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(54,009,571)
Deferred charge on refunding	1,707,996
Accrued interest payable	(901,428)
Net position of governmental activities	<u>\$ 64,421,746</u>

See Notes to Financial Statements.

Town of Weston, Connecticut

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
For the Year Ended June 30, 2014

	General Fund	Non-Major Governmental Funds	Total Governmental Funds
<b>Revenues</b>			
Property taxes	\$ 63,361,808	\$ -	\$ 63,361,808
Intergovernmental	6,500,404	1,172,083	7,672,487
Income from investments	329,935	831	330,766
Net depreciation in fair value of investments	(59,798)	-	(59,798)
Charges for services	1,420,408	1,753,433	3,173,841
Other revenues	152,798	235,035	387,833
<b>Total revenues</b>	<b>71,705,555</b>	<b>3,161,382</b>	<b>74,866,937</b>
<b>Expenditures</b>			
Current:			
General government	5,656,288	396,455	6,052,743
Public safety	2,617,444	-	2,617,444
Public works	2,105,962	-	2,105,962
Health and welfare	417,271	-	417,271
Culture and recreation	902,371	-	902,371
Education	51,229,491	2,152,638	53,382,129
Debt service:			
Principal retirements	4,260,000	-	4,260,000
Interest and other charges	2,294,632	-	2,294,632
Capital outlay	-	2,355,143	2,355,143
<b>Total expenditures</b>	<b>69,483,459</b>	<b>4,904,236</b>	<b>74,387,695</b>
<b>Revenues over (under) expenditures</b>	<b>2,222,096</b>	<b>(1,742,854)</b>	<b>479,242</b>
<b>Other Financing Sources (Uses)</b>			
Transfers in	168,000	1,436,326	1,604,326
Transfers out	(1,368,386)	(338,000)	(1,706,386)
<b>Total other financing sources (uses)</b>	<b>(1,200,386)</b>	<b>1,098,326</b>	<b>(102,060)</b>
<b>Net change in fund balance</b>	<b>1,021,710</b>	<b>(644,528)</b>	<b>377,182</b>
Fund Balances, beginning	11,406,272	5,990,828	17,397,100
Fund Balances, ending	\$ 12,427,982	\$ 5,346,300	\$ 17,774,282

See Notes to Financial Statements.

**Town of Weston, Connecticut**

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of  
Governmental Funds to the Statement of Activities  
For the Year Ended June 30, 2014**

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Amounts reported for governmental activities in the statement of activities are different because:

Net Change in Fund Balances - Total Governmental Funds	\$ 377,182
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.	(3,677,934)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	310,906
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	4,609,819
The net revenue (expense) of certain activities of internal service funds is reported with governmental activities.	(516,117)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	<u>(973,066)</u>
<b>Change in net position of governmental activities</b>	<b><u><u>\$ 130,790</u></u></b>

See Notes to Financial Statements.

Town of Weston, Connecticut

Statement of Net Position - Proprietary Funds  
June 30, 2014

	Business-Type Activities	Governmental Activities
	Enterprise Funds	Internal Service Fund
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 71,342	\$ -
Accounts receivable	39,411	-
Due from other funds	180,240	2,393,288
<b>Total current assets</b>	<u>290,993</u>	<u>2,393,288</u>
Noncurrent assets:		
Capital assets, net of accumulated depreciation	146,415	-
<b>Total noncurrent assets</b>	<u>146,415</u>	<u>-</u>
<b>Total assets</b>	<u>437,408</u>	<u>2,393,288</u>
<b>Liabilities</b>		
Current liabilities:		
Accounts payable and accrued liabilities	-	725,000
Unearned revenue	103,356	-
Due to other funds	123,151	-
<b>Total current liabilities</b>	<u>226,507</u>	<u>725,000</u>
<b>Net Position</b>		
Net investment in capital assets	146,415	-
Unrestricted	64,486	1,668,288
<b>Total net position</b>	<u>\$ 210,901</u>	<u>\$ 1,668,288</u>

See Notes to Financial Statements.

Town of Weston, Connecticut

Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Funds  
For the Year Ended June 30, 2014

	Business-Type Activities	Governmental Activities
	Enterprise Funds	Internal Service Fund
Operating Revenues		
Charges for services	\$ 685,294	\$ 7,431,467
<b>Total operating revenues</b>	<b>685,294</b>	<b>7,431,467</b>
Operating Expenses		
Costs of services	820,692	7,947,584
Depreciation	8,091	-
<b>Total operating expenses</b>	<b>828,783</b>	<b>7,947,584</b>
<b>Operating loss</b>	<b>(143,489)</b>	<b>(516,117)</b>
Nonoperating Revenues		
Interest income	505	-
<b>Total nonoperating         revenues</b>	<b>505</b>	<b>-</b>
<b>Net loss before transfers</b>	<b>(142,984)</b>	<b>(516,117)</b>
Transfers		
Transfers In	132,060	-
Transfers out	(30,000)	-
<b>Change in net position</b>	<b>(40,924)</b>	<b>(516,117)</b>
Fund Net Position, beginning	251,825	2,184,405
Fund Net Position, ending	<u>\$ 210,901</u>	<u>\$ 1,668,288</u>

See Notes to Financial Statements.

Town of Weston, Connecticut

Statement of Cash Flows - Proprietary Funds  
For the Year Ended June 30, 2014

	Business-Type Activities	Governmental Activities
	Enterprise Funds	Internal Service Fund
<b>Cash Flows From Operating Activities</b>		
Receipts from customers and users	\$ 715,051	\$ 7,972,585
Payments to suppliers and personnel	(824,045)	(7,972,585)
<b>Net cash used in operating activities</b>	<b>(108,994)</b>	<b>-</b>
<b>Cash Flows From Investing Activities</b>		
Interest received on investments	505	-
<b>Cash Flows From Non-Capital Financing Activities</b>		
Transfers from other funds	132,060	-
Transfers to other funds	(30,000)	-
<b>Net cash provided by non-capital financing activities</b>	<b>102,060</b>	<b>-</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(6,429)</b>	<b>-</b>
<b>Cash and Cash Equivalents</b>		
Beginning	77,771	-
Ending	<u>\$ 71,342</u>	<u>\$ -</u>
<b>Reconciliation of Operating Loss to Net Cash</b>		
Used in Operating Activities:		
Operating loss	\$ (143,489)	\$ (516,117)
Adjustments to reconcile operating loss to net cash used in operating activities:		
Depreciation	8,091	-
Changes in assets and liabilities:		
Decrease in other receivables	12,298	-
Increase in unearned revenue	3,360	-
Increase in due from other funds	14,099	541,118
Decrease in accounts payable	-	(25,001)
Decrease in due to other funds	(3,353)	-
<b>Net cash used in operating activities</b>	<b>\$ (108,994)</b>	<b>\$ -</b>

See Notes to Financial Statements.

Town of Weston, Connecticut

Statement of Fiduciary Net Position - Fiduciary Funds  
June 30, 2014

	Other Post- Employment Benefit	Private Purpose Trust Fund	Agency Funds
<b>Assets</b>			
Cash and cash equivalents	\$ 3,361	\$ 129,433	\$ 298,986
Investments, at fair value	6,405,123	-	-
<b>Total assets</b>	<b>6,408,484</b>	<b>129,433</b>	<b>298,986</b>
<b>Liabilities</b>			
Due to student groups	-	-	293,795
Due to others	-	-	5,191
Due to other funds	84,135	-	-
<b>Total liabilities</b>	<b>84,135</b>	<b>-</b>	<b>298,986</b>
<b>Net Position Held in Trust</b>	<b>\$ 6,324,349</b>	<b>\$ 129,433</b>	<b>\$ -</b>

See Notes to Financial Statements.

Town of Weston, Connecticut

Statement of Changes in Fiduciary Net Position - Fiduciary Funds  
For the Year Ended June 30, 2014

	Other Post- Employment Benefit Trust Fund	Private Purpose Trust Fund
<hr/>		
Additions		
Plan members and reimbursements	\$ 545,135	\$ -
Contributions	1,019,244	-
Investment income:		
Net appreciation in fair value of investments	666,981	-
Dividend and interest	125,054	645
<b>Total additions</b>	<u>2,356,414</u>	<u>645</u>
Deductions		
Health claims and premiums	1,025,436	-
Other deductions	5,080	-
	<u>1,030,516</u>	<u>-</u>
<b>Change in net position</b>	1,325,898	645
Net Position Held in Trust		
Beginning of year	<u>4,998,451</u>	<u>128,788</u>
End of year	<u>\$ 6,324,349</u>	<u>\$ 129,433</u>

See Notes to Financial Statements.

## Town of Weston, Connecticut

### Notes to the Financial Statements

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#### Note 1. Significant Accounting Policies

Reporting Entity: The Town of Weston, Connecticut (the "Town") operates under the provisions of its charter and the general statutes of the State of Connecticut. The Town operates under a Board of Selectmen and Board of Finance form of government and provides a full range of services including public safety, roads, sanitation, health, social services, culture and recreation, education, planning, zoning, and general administrative services to its residents. The accompanying financial statements conform to accounting principles generally accepted (GAAP) in the United States of America as applicable to governments.

Accounting principles generally accepted in the United States of America require that the reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The criteria provided in Government Accounting Standards Board Statement Codification Section 2100 have been considered and there are no agencies or entities that should be, but are not, combined in the financial statements of the Town.

#### Accounting Standards Adopted in the Current Year:

*Government Accounting Standards Board Statement No. 65, Items Previously Reported as Assets and Liabilities*, was implemented as July 1, 2013. This statement clarified the appropriate reporting of deferred outflows of resources and deferred inflows of resources to ensure consistency in financial reporting. As a result of the adoption of this standard, deferred amounts on refundings were required to be reclassified to Deferred Outflows of Resources. In addition, amounts previously classified as unavailable revenue were reclassified as Deferred Inflows of Resources.

Government-Wide and Fund Financial Statements: The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the Town. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation: The government-wide, proprietary fund and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. However, agency funds, unlike other fiduciary funds, report only assets and liabilities and do not have a measurement focus and follow the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied for. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

## Town of Weston, Connecticut

### Notes to the Financial Statements

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#### Note 1. Significant Accounting Policies (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred as under accrual accounting, however, debt service expenditures, other post-employment obligations, claims and judgments and expenditures related to compensated absences and other compensation related transactions are recorded only when payment is due (matured).

Property taxes when levied for, intergovernmental revenue when eligibility requirements are met, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual (measurable) and so have been recognized as revenues of the current fiscal period, if available. All other revenue items are considered to be measurable only when cash is received by the Town.

The Town reports the following major governmental fund.

The *General Fund* is the Town's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Additionally, the Town reports the following other fund types:

Proprietary Funds:

The *Enterprise Funds* – may be used to report any activity for which a fee is charged to external users for goods or services. Activities are *required* to be reported as enterprise funds if any one of the following criteria is met.

- (a) The activity is financed with debt that is secured solely by a pledge of the net revenues from fees and charges of the activity. Debt that is secured by a pledge of net revenues from fees and charges *and* the full faith and credit of a related primary government or component unit—even if that government is not expected to make any payments—is not payable solely from fees and charges of the activity.
- (b) Laws or regulations require that the activity's costs of providing services, including capital costs, be recovered with fees and charges, rather than with taxes or similar revenues.
- (c) The pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs.

The *Enterprise Fund* is used to account for the revenues and expenditures of the Town's water supply system, park and recreation programs and the recycling and transfer station.

The *Internal Service Fund* is used to account for revenues and related expenses of the health insurance plan for employees of the Board of Education.

Fiduciary Funds:

The *Other Post-employment Benefit Trust Fund* accounts for resources for retirees' health benefits.

The *Private-Purpose Trust Fund* is used to account for resources legally held in trust for the benefit of individuals, private organizations or other governments.

## Town of Weston, Connecticut

### Notes to the Financial Statements

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#### Note 1. Significant Accounting Policies (Continued)

The *Agency Funds* account for monies held as a custodian for outside groups and agencies and do not involve measurement of results of operations.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the funds are charges to customers for services. Operating expenses for the funds include the cost of operations and maintenance and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, then unrestricted resources as they are needed.

Accounting Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenses and expenditures during the reporting period. Actual results could differ from those estimates.

Property Taxes: Property taxes are assessed as of October 1, levied on the following July 1, and billed and due in two installments, July 1 and January 1. Taxes less than \$100 are due in full on July 1. Motor vehicle taxes are due in one installment on July 1. Taxes become delinquent thirty days after the installment is due. Liens are filed by the last day of the fiscal year.

Cash Equivalents: The Town considers all certificates of deposit and highly liquid short-term investment funds with original maturities of three months or less when purchased to be cash equivalents.

Restricted Cash: Restricted cash includes the balance of unspent bond proceeds.

Interfund Receivables and Payables: For "Advances To/From Other Funds," the assets reported in the governmental fund financial statements are offset by a non-spendable fund balance to indicate that they are not available for appropriation and are not expendable financial resources.

Allowances for Doubtful Accounts: Accounts receivable, including property taxes receivable, are reported net of allowance for doubtful accounts of approximately \$162,000. The allowance for doubtful accounts represents those accounts which are deemed uncollectible based upon analysis of creditor's ability to pay.

## Town of Weston, Connecticut

### Notes to the Financial Statements

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#### Note 1. Significant Accounting Policies (Continued)

Investments: Investments are stated at fair value based upon quoted market prices. Fixed income funds are reported at fair value based on the unit prices quoted by the fund representing the fair value of the underlying investment. The Connecticut State Treasurer's Short-Term Investment Fund is an investment pool managed by the State of Connecticut Office of the State Treasurer. Investments must be made in instruments authorized by Connecticut General Statutes 3-27c through 3-27e. Investment guidelines are adopted by the State Treasurer. The fair value of the position in the pool is the same as the value of the pool shares. The balance of the pooled fixed income investments were invested in a pool similar to 2a-7. These investments are stated at amortized cost.

Inventories: Inventories are stated at lower of cost (first-in, first-out) or market.

Long-Term Obligations: In the government-wide and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the interest method. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenses.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Payments on debt are reported as expenditures. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

#### Other Post Employment Obligations (OPEB) Accounting:

OPEB Plan: Employer contributions are recognized in the period in which the contributions are due, and the Town has made a formal commitment to provide contributions.

Governmental Fund and Governmental Activities: In governmental funds, expenditures are recognized when they are paid or are expected to be paid with current available resources. In governmental activities, expense is recognized based on actuarially required contributions. The net OPEB obligation, the cumulative difference between annual OPEB cost and the Town's contributions to the plan since July 1, 2008, is calculated on an actuarial basis consistent with the requirements of GASB Statement No. 45. The OPEB obligation (OPEB) is recorded as a noncurrent asset in the government-wide financial statements.

Funding Policy: The Town makes annual contributions based upon management's decisions.

## Town of Weston, Connecticut

### Notes to the Financial Statements

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#### Note 1. Significant Accounting Policies (Continued)

Capital Assets: Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the enterprise fund financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 for all asset categories and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets of the Town are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Land improvements	20
Buildings and improvements	25-50
Infrastructure	20-65
Vehicles	10
Machinery and equipment	5-15

In the governmental fund financial statements, capital outlay is reported as an expenditure and no depreciation expense is recorded.

Deferred Outflows/Inflows of Resources: In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/ expenditure) until consumed. The Town reports a deferred charge on refunding in this manner in the government-wide statement of net position. A deferred charge on debt refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The Town reports advance property tax collections in the government-wide statement of net position and in the governmental funds balance sheet. Advance property tax collections represent taxes inherently associated with a future period. This amount is recognized during the period in which the revenue is associated. Also, for governmental funds, the Town reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from several sources: property taxes, grants and charges for services. These amounts are deferred and recognized as an inflow of resources (revenue) in the period in which the amounts become available.

## Town of Weston, Connecticut

### Notes to the Financial Statements

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#### Note 1. Significant Accounting Policies (Continued)

Compensated Absences: The Town employees are granted vacation leave based upon length of employment. In the event of termination, employees are compensated for accumulated vacation and sick time based upon their respective bargaining unit contract. Non-union Town Hall employees are limited to 30 days with respect to accumulated vacation time. The Board of Education has employee contracts which provide for the accrual of sick pay based on length of service. The liability for accrued compensated absences at June 30, 2014 has been recorded in the government-wide statement of net position. Compensated absences are generally liquidated by the General Fund. A liability for these amounts is reported in governmental funds only for amounts expected to be paid (matured), for example, as a result of employee resignations and retirements.

Encumbrances: Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to assign that portion of the applicable appropriation, is utilized in the budgeted governmental fund types. Encumbrances outstanding at year-end are reported as assigned fund balance as they do not constitute either expenditures or liabilities.

Fund Equity and Net Position: In the Government-Wide and Proprietary Fund Financial Statements, net position is classified in the following categories:

- *Net Investment in Capital Assets* – The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, notes, or other borrowings that are attributable to the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are included in this component of net position.
- *Restricted Net Position* – These amounts are restricted to specific purposes when constraints placed on the use of resources are either (a) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislations.
- *Unrestricted Net Position* – This category represents the net position of the Town, which are not restricted for any project or other purpose.

In the government fund financial statements, the Town classified fund balances as follows:

- *Nonspendable Fund Balance* – Amounts which cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.
- *Restricted Fund Balance* - These amounts are restricted to specific purposes when constraints placed on the use of resources are either (a) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislations.
- *Committed Fund Balance* – This represents amounts constrained for a specific purpose by a government using its highest level of decision-making authority. The Board of Finance is the highest level of decision making authority for the Town and can commit fund balance through the adoption of a resolution prior to the end of the fiscal year. Once adopted, the limitation imposed by the resolution remains in place until similar action is taken to remove or revise the limitation.
- *Assigned Fund Balance* – Amounts constrained for the intent to be used for a specific purpose by a governing board or a body or official that has been delegated authority to assign amounts.
- *Unassigned Fund Balance* – The residual amount not allocated to any other fund balance category in the General Fund and any residual deficit balance of any other governmental funds.

## Town of Weston, Connecticut

### Notes to the Financial Statements

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#### Note 1. Significant Accounting Policies (Continued)

When both restricted and unrestricted amounts are available for use, it is the Town's practice to use restricted resources first. Additionally, the Town would first use committed, then assigned, and lastly unassigned.

#### Note 2. Reconciliation of Government-Wide and Fund Financial Statements

Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Position: The governmental fund balance sheet includes reconciliation between fund balance – total governmental funds, and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of the difference are as follows:

Bonds payable	\$ (47,865,000)
Bond premium	(3,936,010)
Capital leases payable	(293,537)
Compensated absences	(1,581,431)
Other postemployment benefits	<u>(333,593)</u>
Net adjustment to reduce fund balance – total governmental funds to arrive at net position – governmental activities	<u>\$ (54,009,571)</u>

Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Position: The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this difference are as follows:

Capital outlay	\$ 2,144,309
Depreciation expense	(5,493,443)
Loss on disposal	<u>(328,800)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ (3,677,934)</u>

## Town of Weston, Connecticut

### Notes to the Financial Statements

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#### Note 2. Reconciliation of Government-Wide and Fund Financial Statements (Continued)

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.” The details of this difference are as follows:

Amortization of bond premium	\$ 485,349
Principal repayments:	
General obligation debt and notes	4,260,000
Proceeds of capital lease, net of payments	<u>(135,530)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ 4,609,819</u>

Another element of that reconciliation states that “Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.” The details of this difference are as follows:

Change in:	
Compensated absences	\$ (105,938)
Accrued interest and other charges	(415,454)
Other Post Employment Asset	<u>(451,674)</u>
Net adjustment to decrease net changes in fund balances – total governmental funds to arrive at changes in net position of governmental activities	<u>\$ (973,066)</u>

#### Note 3. Cash, Cash Equivalents and Investments

Deposits: The Town has adopted deposit and cash management policies such that deposits include savings accounts and certificates of deposit. The Town also follows the State of Connecticut policy that requires that each depository maintain segregated collateral in an amount equal to a defined percentage of its public deposits based upon the bank’s risk based capital ratio.

Investments: The Town has adopted investment policies that conform to the policies as set forth by the State of Connecticut. The Connecticut General Statutes (Section 7-400) permit municipalities to invest in: (1) obligations of the United States and its agencies (2) highly rated obligations of any state of the United States or of any political subdivision, authority or agency thereof; and (3) shares or other interests in custodial arrangements or pools maintaining constant net asset values and in highly rated no-load open end money market mutual funds (with constant or fluctuating net asset values) whose portfolios are limited to obligations of the United States and its agencies, and repurchase agreements fully collateralized by such obligations. The Statutes (Sections 3-24f and 3-27f) also provide for investment in shares of the Connecticut Short Term Investment Fund and the Tax Exempt Proceeds Fund.

## Town of Weston, Connecticut

### Notes to the Financial Statements

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#### Note 3. Cash, Cash Equivalents and Investments (Continued)

Interest Rate Risk: The Town's practice is to structure the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and investing operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools.

Concentrations: The Town's practice is to maintain a diversified portfolio to minimize the risk of loss resulting from over-concentration of assets in a specific issuer.

Custodial Credit Risk:

Deposits: This is the risk that, in the event of failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. As of June 30, 2014, approximately \$9,639,000 of the Town's bank balance of approximately \$13,507,000 was uninsured and uncollateralized.

Investments: This is the risk that in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

Cash, cash equivalents and investments of the Town consist of the following at June 30, 2014:

Cash and cash equivalents		
Deposits with financial institutions	\$	11,113,303
State of Connecticut Short-Term Investment fund		1,205,241
Cutwater Asset Management-Connecticut Class Plus		227,404
<b>Total cash and cash equivalents</b>		<u>12,545,948</u>
Investments		
General Fund		
Municipal bonds		2,920,078 *
US Government Securities		8,525,744 *
		<u>11,445,822</u>
Trust Fund		
Equity mutual funds		3,738,240 *
Fixed income mutual funds		2,666,883 *
		<u>6,405,123</u>
<b>Total investments</b>		<u>17,850,945</u>
<b>Total cash, cash equivalents and investments</b>	\$	<u>30,396,893</u>

**Town of Weston, Connecticut**

**Notes to the Financial Statements**

**Note 3. Cash, Cash Equivalents and Investments (Continued)**

Cash, cash equivalents and investments are classified in the accompanying financial statements as follows:

Statement of Net Position	
Cash and cash equivalents	\$ 11,805,786
Restricted cash	308,382
Investments	11,445,822
	<u>23,559,990</u>
Fiduciary Funds	
Cash and cash equivalents	431,780
Investments	6,405,123
	<u>6,836,903</u>
<b>Total cash, cash equivalents and investments</b>	<b><u>\$ 30,396,893</u></b>

Interest Rate Risk: This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. Information about the exposure of the Town's debt type investments to this risk using the segmented time distribution model is as follows:

Type of Investment	Fair Value	Investment Maturities (in Years)			
		Less Than 1 Year	1-5 Years	5-10 Years	Over 10 Years
Pooled Fixed Income	\$ 1,432,645	\$ 1,432,645	\$ -	\$ -	\$ -
U.S. Government Securities	8,525,744	1,031,501	3,576,408	797,271	3,120,564
Municipal Bonds	2,920,078	-	1,785,275	977,689	157,114
Fixed Income Mutual Funds	2,666,883	-	1,754,317	261,461	651,105
<b>Total</b>	<b>\$ 15,545,350</b>	<b>\$ 2,464,146</b>	<b>\$ 7,116,000</b>	<b>\$ 2,036,421</b>	<b>\$ 3,928,783</b>

Credit Risk: Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure.

**Town of Weston, Connecticut**

**Notes to the Financial Statements**

**Note 3. Cash, Cash Equivalents and Investments (Continued)**

Presented below is the rating as required for each debt type investment as rated by Moody's Investor's Services, Inc.:

Average Rating	Pooled Fixed Income	Municipal Bonds	Fixed Income Mutual Funds
AAA <sub>m</sub>	\$ 1,432,645	\$ -	\$ -
AAA	-	1,019,136	276,781
AA	-	932,314	56,645
A	-	528,819	134,645
BBB	-	337,715	101,242
BB	-	102,094	2,613
Unrated	-	-	2,094,957
	\$ 1,432,645	\$ 2,920,078	\$ 2,666,883

**Note 4. Deferred Inflows of Resources/Unearned Revenue**

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds and governmental activities also report unearned revenue in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unearned revenue and deferred revenue of governmental funds and governmental activities were as follows:

	Deferred Inflows	Unearned Revenues
<b>General Fund</b>		
Property taxes	\$ 1,535,540	\$ -
Advance tax collections	778,170	-
Fees paid in advance	-	93,928
	2,313,710	93,928
<b>Other Nonmajor Governmental Funds</b>		
Intergovernmental	-	798,277
	-	798,277
<b>Total</b>	\$ 2,313,710	\$ 892,205

**Town of Weston, Connecticut**

**Notes to the Financial Statements**

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**Note 5. Interfund Accounts**

As of June 30, 2014, interfund receivables and payables that resulted from various interfund transactions were as follows:

	Due From Other Funds	Due To Other Funds
General Fund	\$ 600,536	\$ 7,034,303
Non-Major Governmental Funds	4,516,897	449,372
Fiduciary Funds	-	84,135
Proprietary Funds	2,573,528	123,151
<b>Totals</b>	<b>\$ 7,690,961</b>	<b>\$ 7,690,961</b>

All balances resulted from the time lag between the dates payments occur between funds for various activities.

The General Fund has an advance of \$582,550 to the Capital Improvement Fund that is not expected to be paid from current financial resources.

Interfund transfers during the year ended June 30, 2014 were as follows:

	Transfers In	Transfers Out
General Fund	\$ 168,000	\$ 1,368,386
Non-Major Governmental Funds	1,436,326	338,000
Other Non-Major Enterprise Funds	132,060	30,000
<b>Totals</b>	<b>\$ 1,736,386</b>	<b>\$ 1,736,386</b>

Transfers are used to account for unrestricted revenues collected mainly in the general fund to finance various programs accounted for in other funds in accordance with budget authorizations.

**Town of Weston, Connecticut**

**Notes to the Financial Statements**

**Note 6. Capital Assets**

Capital asset activity for the year ended June 30, 2014 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental Activities</b>				
Capital assets, not being depreciated:				
Land	\$ 10,148,899	\$ -	\$ -	\$ 10,148,899
Construction in progress	3,185,420	679,647	(2,557,647)	1,307,420
Total capital assets, not being depreciated	13,334,319	679,647	(2,557,647)	11,456,319
Capital assets, being depreciated:				
Buildings and improvements	112,293,323	2,971,849	(822,000)	114,443,172
Land improvements	5,147,219	-	-	5,147,219
Machinery and equipment	12,928,081	1,050,460	(107,698)	13,870,843
Infrastructure	17,510,751	-	-	17,510,751
Total capital assets being depreciated	147,879,374	4,022,309	(929,698)	150,971,985
Less accumulated depreciation for:				
Building and improvements	44,398,219	4,196,765	(493,200)	48,101,784
Land improvements	1,890,609	257,361	-	2,147,970
Machinery and equipment	7,837,687	662,161	(107,698)	8,392,150
Infrastructure	6,762,605	377,156	-	7,139,761
Total accumulated depreciation	60,889,120	5,493,443	(600,898)	65,781,665
Total capital assets, being depreciated, net	86,990,254	(1,471,134)	(328,800)	85,190,320
Governmental activities capital assets, net	\$ 100,324,573	\$ (791,487)	\$ (2,886,447)	\$ 96,646,639
<b>Business-Type Activities</b>				
Capital assets, being depreciated:				
Buildings and improvements	\$ 232,950	\$ -	\$ -	\$ 232,950
Machinery and equipment	228,919	-	-	228,919
Total capital assets, being depreciated	461,869	-	-	461,869
Less accumulated depreciation for:				
Buildings and improvements	136,581	5,161	-	141,742
Machinery and equipment	170,782	2,930	-	173,712
Total accumulated depreciation	307,363	8,091	-	315,454
Total capital assets, being depreciated, net	154,506	(8,091)	-	146,415
Business-type capital assets, net	\$ 154,506	\$ (8,091)	\$ -	\$ 146,415

**Town of Weston, Connecticut**

**Notes to the Financial Statements**

**Note 6. Capital Assets (Continued)**

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities	
General government	\$ 106,676
Public safety	244,500
Public works	385,571
Health and sanitation	2,764
Culture and recreation	320,249
Education	4,433,683
<b>Total depreciation expense – governmental activities</b>	<b>\$ 5,493,443</b>
Business-Type Activities	
Water supply system	\$ 4,727
Self-funded recreation programs	78
Recycling and transfer station	3,286
<b>Total depreciation expense – business-type activities</b>	<b>\$ 8,091</b>

**Note 7. Long-Term Obligations**

A summary of changes in outstanding long-term debt during the year ended June 30, 2014 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Governmental Activities					
General obligation bonds	\$ 52,125,000	\$ -	\$ 4,260,000	\$ 47,865,000	\$ 4,390,000
Bond premiums	4,421,359	-	485,349	3,936,010	-
Capital leases	158,007	402,200	266,670	293,537	96,264
Compensated absences	1,475,493	555,834	449,896	1,581,431	450,000
Other post employment benefits	-	333,593	-	333,593	-
<b>Governmental activity long-term liabilities</b>	<b>\$ 58,179,859</b>	<b>\$ 1,291,627</b>	<b>\$ 5,461,915</b>	<b>\$ 54,009,571</b>	<b>\$ 4,936,264</b>

**Town of Weston, Connecticut**

**Notes to the Financial Statements**

**Note 7. Long-Term Obligations (Continued)**

General Obligation Bonds: As of June 30, 2014, the outstanding general obligation bonded indebtedness of the Town, payable from its governmental activities, was as follows:

	<u>Outstanding Amount</u>
\$21,000,000 General Obligation Bond; 4.65%; issue of November 2004; interest payable at rates from 5% to 5.25%; due in principal amounts ranging from \$1,100,000 to \$1,600,000 annually through July 2015	\$ 2,550,000
\$5,800,000 General Obligation Bond; 3.19% issue of April 2010; interest payable at rates from 3.0% to 4.0%, due in principal amounts ranging from \$400,000 to \$500,000 annually through August 2024	5,000,000
\$44,250,000 General Obligation Bond; 3.00% issue of April 2010; interest payable at rates from 3.0% to 5.0%, due in principal amounts ranging from \$105,000 to \$4,410,000 annually through August 2023	37,520,000
\$2,795,000 General Obligation Bond; 2.25% issue of April 2012; interest payable at rates from 2.125% to 2.375%, due in principal amounts ranging from \$335,000 to \$365,000 annually from May 2020 through May 2027	<u>2,795,000</u>
	<u><u>\$ 47,865,000</u></u>

The Town has pledged its full faith and credit as collateral for its bonded indebtedness. General obligation bonds will be paid from taxes levied on taxable property in the Town.

The following is a summary of general obligation bond debt and installment note payable maturities:

	<u>Debt Service Requirement</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 4,390,000	\$ 2,097,869	\$ 6,487,869
2016	4,510,000	1,880,963	6,390,963
2017	4,640,000	1,668,838	6,308,838
2018	4,780,000	1,457,213	6,237,213
2019	4,840,000	1,238,588	6,078,588
2020 - 2024	23,145,000	2,754,776	25,899,776
2025 - 2027	1,560,000	59,844	1,619,844
<b>Total</b>	<u>\$ 47,865,000</u>	<u>\$ 11,158,091</u>	<u>\$ 59,023,091</u>

## Town of Weston, Connecticut

### Notes to the Financial Statements

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#### Note 7. Long-Term Obligations (Continued)

In-Substance Defeasance – Prior Years: In prior years, the Town defeased various bond issues by creating separate irrevocable trust funds. New debt has been issued and the proceeds have been used to purchase U.S. government securities that were placed in the trust funds. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt has been considered defeased and therefore removed as a liability from the Town's government-wide financial statements.

Overlapping Indebtedness: Other than the Town, the Georgetown Fire District has the power to issue debt or cause taxes to be levied on taxable property in the Town. The Georgetown Fire District is made up of Weston, Wilton and Redding and provides fire protection services. Annually, funds from the Town budget are paid to the Georgetown Fire District for the Town's share of operating expenses. As of June 30, 2014, the Georgetown Fire District has approximately \$1,003,955 of outstanding indebtedness and the Town's share is estimated to be \$71,091.

Capital Leases: The Town has a capital lease in which they acquired a capital asset. Original cost and net book value of capital assets under such lease agreements are as follows:

Machinery and equipment	\$ 402,200
Accumulated depreciation	(33,000)
<b>Net book value</b>	<b><u><u>\$ 369,200</u></u></b>

Future minimum lease payments under capital leases as of June 30, 2014 are as follows:

Year Ending June 30,	
2014	\$ 303,335
Less amount representing interest	(9,798)
	<b><u><u>\$ 293,537</u></u></b>

Bonds Authorized but Unissued: Total authorized but unissued debt at June 30, 2014 consists of the following:

General purpose	\$ 6,000
Schools	802,040
<b>Total</b>	<b><u><u>\$ 808,040</u></u></b>

## Town of Weston, Connecticut

### Notes to the Financial Statements

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#### Note 7. Long-Term Obligations (Continued)

Debt Limitation: The Town's indebtedness does not exceed the legal debt limitation as required by the Connecticut General Statutes as reflected in the following schedule:

Category	Debt Limit	Indebtedness	Balance
General purpose	\$ 142,585,081	\$ 5,443,027	\$ 137,142,054
Schools	285,170,162	43,308,540	241,861,622
Sewers	237,641,801	-	237,641,801
Urban renewal	205,956,228	-	205,956,228
Pension deficit	190,113,441	-	190,113,441

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation, or \$443,598,029. All long-term debt obligations are retired through General Fund appropriations.

#### Note 8. Retirement Plans

##### Connecticut Municipal Employees' Retirement System:

- A. Plan Description: All Town employees participate in the Connecticut Municipal Employees' Retirement System (MERS). MERS is the administrator of a cost-sharing, multiple employer public employee retirement system (PERS) established by the State of Connecticut and administered by the State Retirement Commission to provide pension benefits for the employees of participating municipalities. MERS is considered to be a part of the State of Connecticut's financial reporting entity and is included in the State's financial reports as a pension trust fund. The Municipal Employees' Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the system. That report may be obtained by writing to the State of Connecticut Retirement and Benefit Services Division, Office of the State Controller, 55 Elm Street, Hartford, CT 06106.
- B. Plan Provisions: Plan provisions are set by Statute of the State of Connecticut. MERS provides retirement benefits, as well as death and disability benefits. Annual cost of living increases are applied to disabled and non-disabled retirement benefits and vary based upon member age and date of retirement. For members that retired prior to January 1, 2002, increases between 3% and 5% are paid to those who have reached age 65 and effective January 1, 2002, increases of 2.5% are paid to those who have not yet reached age 65. For those retiring after December 31, 2001, increases between 2.5% and 6.0% are paid regardless of age. All benefits vest after 5 years of continuous service or 15 years of active aggregate service. Vested members who retire after age 55 or after 25 years of service, irrespective of age, are entitled to an annual retirement benefit, payable monthly for life, in an amount for each year of service equal to:
- If not covered by Social Security: 2% of the average of earnings for the three highest paid years of service.
  - If covered by Social Security: 1-1/2% of the average of earnings for the three highest paid years of service not in excess of the year's breakpoint, plus 2% of the average of earnings for the three highest paid years of service in excess of the year's breakpoint. The year's breakpoint for 2014 is \$69,200.

## Town of Weston, Connecticut

### Notes to the Financial Statements

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#### Note 8. Retirement Plans (Continued)

C. Funding Policy:

Covered employees are required by State Statute to contribute 2-1/4% of earnings upon which Social Security tax is paid, plus 5% earnings on which no Social Security tax is paid. Each participating municipality is required to contribute the amounts necessary to finance the remaining costs of the plan. Employees not covered by Social Security are required to contribute 5% of all earnings.

The required and actual contribution for the past three years were as follows:

2012	\$	1,497,007
2013	\$	1,630,080
2014	\$	1,798,012

Connecticut State Teachers Retirement System: The faculty and professional personnel of the Board of Education participate in a contributory defined benefit plan, established under Chapter 167a of the Connecticut General Statutes, which is administered by the Connecticut State Teachers' Retirement Board. A teacher is eligible to receive normal retirement benefits if he or she has attained age sixty and has accumulated twenty years of credited service in the public schools of Connecticut or has attained any age and has accumulated thirty-five years of credited service, at least twenty-five of which are service in the public schools of Connecticut. The State of Connecticut Teacher Retirement System is considered to be a part of the State of Connecticut financial reporting entity and is included in the State's financial reports as a pension trust fund. Those reports may be obtained by writing to the State of Connecticut Retirement and Benefit Services Division, Office of the State Comptroller, 55 Elm Street, Hartford, Connecticut 06106.

Certain part-time and full-time certified teachers are eligible to participate in the plan and are required to contribute 7.25% of their annual earnings to the plan. The Town does not, and is not legally responsible to, contribute to the plan.

The State of Connecticut contributes based on actuarially determined amounts. The funding level was determined based on an actuarial valuation of the plan as a whole, which does not provide actuarial information on an individual city/town basis.

In addition, the Town has recognized revenues and expenses/expenditures for on-behalf payments for pension contributions paid directly to the Connecticut State Teachers' Retirement System by the State of Connecticut. Such on-behalf payments were approximately \$5,146,000 for the year ended June 30, 2014.

Other Post-Retirement Benefits (OPEB): The Town provides post-retirement benefits for certain employees for current and future health and life insurance benefit expenses through a single-employer plan. An annual actuarial valuation is made to determine whether the contributions are sufficient to meet the plan obligations. The latest actuarial valuation was made July 1, 2013. The post-retirement plan does not issue stand-alone financial reports.

**Town of Weston, Connecticut**

**Notes to the Financial Statements**

**Note 8. Retirement Plans (Continued)**

From an accrual accounting perspective, the cost of post-employment healthcare benefits, like the cost of pension benefits, generally should be associated with the periods in which the cost occurs, rather than in the future year when it will be paid. In adopting the requirements of GASB Statement No. 45 as of July 1, 2008, the Town recognizes the cost of post-employment healthcare in the year when the employee services are received, reports the accumulated liability from prior years, and provides information useful in assessing potential demands on the Town's future cash flows. Recognition of the liability accumulated from prior years was amortized over 10 years in the July 1, 2013 valuation.

The contribution requirements of plan members and the Town are established and may be amended by the Town. The Town determines the required contribution using the Projected Unit Credit Method.

Membership in the plan consisted of the following at July 1, 2013, the date of the last actuarial valuation.

Retirees and beneficiaries receiving benefits	97
Active plan members	479
Total	<u>576</u>

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB asset was as follows:

Fiscal Year Ending	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Liability / (Asset)
6/30/14	\$ 1,470,918	\$ 1,019,244	69%	\$ 333,593
6/30/13	\$ 1,444,682	\$ 934,926	65%	\$ (118,081)
6/30/12	\$ 2,044,833	\$ 1,916,000	94%	\$ (627,837)

**OPEB Liability (Asset):**

Annual required contribution	\$ 1,461,000
Interest on net pension obligation	(8,561)
Adjustment to ARC	18,479
Annual OPEB cost	<u>1,470,918</u>
Contributions made	<u>(1,019,244)</u>
Decrease in net OPEB asset	451,674
Net OPEB liability (asset), beginning of year	<u>(118,081)</u>
Net OPEB liability, end of year	<u><u>\$ 333,593</u></u>

## Town of Weston, Connecticut

### Notes to the Financial Statements

#### Note 8. Retirement Plans (Continued)

The Town's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The actuarial accrued liability (AAL) as of July 1, 2013 is estimated to be \$10,921,000.

Actuarial Valuation Date	(000's)					
	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded Accrued Liability (UAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAL as a Percentage of Covered Payroll ((b-a)/c)
July 1, 2013	\$ 5,062	\$ 10,921	\$ 5,859	46%	\$ 29,899	20%

Historical Trend Information – The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The information presented was determined as part of the actuarial valuation. Additional information as of the last actuarial valuations follows:

Valuation Date:	July 1, 2013
Actuarial Cost Method:	Projected Unit Credit
Asset Valuation Method:	Market Value
Amortization Method:	Level Dollar, Open
Remaining Amortization Period:	10 Years
Actuarial Assumptions:	
Investment rate of return	7.25%
Inflation rate	N/A
Salary Increases	4%
Medical trend rate:	9% for 2013, decreasing .5% per year to an ultimate rate of 5.0% for 2021 and later

## Town of Weston, Connecticut

### Notes to the Financial Statements

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#### Note 8. Retirement Plans (Continued)

Teachers Retirement Incentive: Professional staff members who retire under the contract between the Weston Board of Education and the Weston Teachers' Association for the period July 1, 1994 through June 30, 2006, whose age and years of teaching total 75, who are at the top step of the Weston teacher salary schedule, and who will be at least 55 years old as of the date of retirement are eligible to retire early. "Years of teaching" shall be that service recognized by the Connecticut Retirement System. The maximum number of professional staff who may elect to retire early for any school year shall be 7.5% of the professional staff employed for the preceding school year, rounded down to the next lower whole number. Compensation is at an annual rate as set forth in the agreements by and between the Weston Board of Education and the Weston Teacher's Association.

Any administrator who becomes eligible for normal retirement under the Teacher Retirement Act, Section 10-183a, of the Connecticut General Statutes and who has fifteen (15) years of service as a Weston administrator, whichever occurs last (or at the option of the administrator, first), is eligible for early retirement benefits. A maximum of two administrators may elect to retire early for any school year. Compensation is based upon a percentage of last salary. The percentage of years of payment are determined by the year following eligibility that retirement is elected.

There are no retirees participating in the above program at June 30, 2014. The Early Retirement Incentives have been fully paid as of June 30, 2014.

#### Note 9. Risk Management

Town: The Town is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; errors or omissions; employee health or acts of God. The Town is a member in Connecticut Interlocal Risk Management Agency (CIRMA), a public entity risk management program pursuant to the provisions of Section 7-479a et. seq. of the Connecticut General Statutes, for liability-automobile, property pool (of which 37 are municipalities) and workers compensation. The Town pays annual premiums for its coverage. CIRMA is to be self-sustaining through members' premiums but reinsures in excess of \$1,000,000 for each insured occurrence. The Town has retained various self-insured deductibles ranging from \$500 to \$50,000. Members may be subject to supplemental assessment in the event of deficiencies; however, potential assessments are limited pursuant to the by-laws. Coverage has not been reduced, nor have settled claims exceeded commercial coverage in any of the past three years.

The Town purchases commercial insurance for all other risks of loss. Neither the Town nor its insurers have settled any claims which exceeded the Town's insurance coverage in the past three years. There has been no reduction in any insurance coverage from coverage in the prior year.

Board of Education: The Board of Education is exposed to various risks of losses related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; employee health and medical; and natural disasters. Effective July 1, 2011, the Board of Education purchases commercial insurance for all risks other than employee medical, dental and prescription claims. The Plan is funded monthly by Board of Education budget appropriations and employee contributions as required. Claims payable are reported as a component of accounts payables and accruals in the statement of net position.

**Town of Weston, Connecticut**

**Notes to the Financial Statements**

**Note 9. Risk Management (Continued)**

The analysis of the activity in the claims is as follows:

	Claims Payable July 1,	Claims And Changes in Estimates	Claims Paid	Claims Payable June 30,
2012-2013	\$ 677,594	\$ 7,959,979	\$ 7,887,572	\$ 750,001
2013-2014	750,001	7,947,584	7,972,585	725,000

Contingent Liabilities: The Town is currently involved in several litigation matters. In the estimation of the Town's management and legal counsel, the final settlement of these matters will not have a material adverse effect on the financial condition of the Town.

**Note 10. Fund Balance**

Below is a table of fund balance categories and classifications at June 30, 2014 for the Town governmental funds:

	General Fund	Nonmajor Governmental Funds
<b>Fund Balances</b>		
<b>Non-spendable:</b>		
Capital outlay	\$ 263,606	\$ 8,600
Advances to other funds	582,550	-
<b>Total non-spendable</b>	<b>846,156</b>	<b>8,600</b>
<b>Restricted:</b>		
General government	-	271,930
Culture and recreation	-	1,974,099
Education	-	127,717
Capital outlay	-	660,784
<b>Total restricted</b>	<b>-</b>	<b>3,034,530</b>
<b>Committed:</b>		
General government	329,500	298,112
Health and welfare	-	153,743
Education	-	11,942
Capital outlay	-	1,841,487
<b>Total committed</b>	<b>329,500</b>	<b>2,305,284</b>
<b>Assigned:</b>		
General government	33,930	-
Public safety	54,206	-
Public works	32,391	-
Health and Welfare	6,624	-
Culture and recreation	14,734	-
Education	412,868	-
<b>Total assigned</b>	<b>554,753</b>	<b>-</b>
<b>Unassigned:</b>		
General government	10,697,573	(2,114)
<b>Total unassigned</b>	<b>10,697,573</b>	<b>(2,114)</b>
<b>Total fund balance</b>	<b>\$ 12,427,982</b>	<b>\$ 5,346,300</b>

## Town of Weston, Connecticut

### Notes to the Financial Statements

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#### Note 11. Pronouncements Issued, Not Yet Effective

The GASB has issued several pronouncements that have effective dates that may impact future financial presentations. Management has not currently determined what, if any, impact implementation of the following statements may have on the financial statements, although GASB No. 68 will have an impact due to the recording of the net pension liability.

- *GASB Statement No. 68, Accounting and Financial Reporting for Pensions, an amendment of GASB Statement No. 27, was issued in June 2012.* The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and inter-period equity, and creating additional transparency. The provisions of this Statement will be effective for financial statements for periods beginning after June 15, 2014.
- *GASB Statement No. 69, Government Combinations and Disposals of Government Operations, was issued in January 2013.* This Statement provides guidance for:
  - Determining whether a specific government combination is a government merger, a government acquisition, or a transfer of operations.
  - Using carrying values (generally, the amounts recognized in the pre-combination financial statements of the combining governments or operations) to measure the assets, deferred outflows of resources, liabilities, and deferred inflows of resources combined in a government merger or transfer of operations.
  - Measuring acquired assets, deferred outflows of resources, liabilities, and deferred inflows of resources based on their acquisition values in a government acquisition.
  - Reporting the disposal of government operations that have been transferred or sold.

The requirements of this Statement are effective for periods beginning after December 15, 2013, and should be applied on a prospective basis.

- *GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68.* The objective of this Statement is to address an issue regarding application of the transition provisions of *Statement No. 68, Accounting and Financial Reporting for Pensions*. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability. The provisions of this Statement are required to be applied simultaneously with the provisions of *Statement 68*.

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**Required Supplementary  
Information- *unaudited***



**Town of Weston, Connecticut**  
**Required Supplementary Information**  
**Schedules of Funding Progress and Employer Contributions - OPEB**  
**June 30, 2014**  
**(unaudited)**

*SCHEDULE OF FUNDING PROGRESS - OPEB (000's)*

Actuarial Valuation Date	Actuarial Valuation of Assets	Actuarial Accrued Liability (AAL) Entry Age	Unfunded/ (Overfunded) AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
July 1, 2013	\$ 5,062	\$ 10,921	\$ 5,859	46%	\$ 29,899	20%
July 1, 2011	3,297	10,436	7,139	32%	28,888	25%
July 1, 2009	1,518	11,900	10,382	13%	N/A	N/A
July 1, 2007	-	11,063	11,063	0%	N/A	N/A

*SCHEDULE OF EMPLOYER CONTRIBUTIONS - OPEB*

Year Ended June 30,	Annual Required Contribution	Percentage Contributed
2009	\$ 1,760,000	146.3%
2010	1,835,700	99.2%
2011	1,900,000	103.1%
2012	1,975,000	97.0%
2013	1,403,000	66.7%
2014	1,461,000	69.8%

Town of Weston, Connecticut

Required Supplementary Information  
 Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -  
 Budgetary Basis - General Fund  
 For the Year Ended June 30, 2014  
 (unaudited)

	General Fund			Variance With Final Budget Positive (Negative)
	Budgeted Amounts		Actual Budgetary Basis	
	Original	Final		
<b>Revenues</b>				
Property taxes, interest and lien fees	\$ 62,771,807	\$ 62,771,807	\$ 63,361,808	\$ 590,001
Intergovernmental	1,212,412	1,337,566	1,354,404	16,838
Income from investments	275,000	275,000	270,137	(4,863)
Charges for services	700,500	700,500	925,413	224,913
<b>Total revenues</b>	<b>64,959,719</b>	<b>65,084,873</b>	<b>65,911,762</b>	<b>826,889</b>
<b>Expenditures</b>				
General government	6,079,824	5,554,255	5,554,255	-
Public safety and protection	2,344,414	2,479,036	2,479,036	-
Public works	1,811,835	2,007,061	2,007,061	-
Health and sanitation	425,299	418,066	418,066	-
Parks and recreation	907,150	889,392	889,392	-
Education	45,575,418	45,715,094	45,715,094	-
Debt service	6,554,632	6,554,631	6,554,631	-
<b>Total expenditures</b>	<b>63,698,572</b>	<b>63,617,535</b>	<b>63,617,535</b>	<b>-</b>
<b>Revenues over (under) expenditures</b>	<b>1,261,147</b>	<b>1,467,338</b>	<b>2,294,227</b>	<b>826,889</b>
<b>Other Financing Sources (Uses)</b>				
Transfers out	(1,261,147)	(1,356,321)	(1,356,321)	-
<b>Total other financing sources (uses)</b>	<b>(1,261,147)</b>	<b>(1,356,321)</b>	<b>(1,356,321)</b>	<b>-</b>
<b>Revenues and other financing sources over (under) expenditures and other financing (uses)</b>	<b>\$ -</b>	<b>\$ 111,017</b>	<b>937,906</b>	<b>\$ 826,889</b>
Budgetary Fund Balance, beginning			9,729,539	
Change in GAAP expenditures not recognized for budget purposes, reserves for advances, inventories and prepaids			359,628	
Budgetary Fund Balance, ending			<b>\$ 11,027,073</b>	

See Note to Required Supplementary Information.

**Town of Weston, Connecticut**

**Note to Required Supplementary Information  
June 30, 2014  
(unaudited)**

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**Note 1. Budgets and Budgetary Accounting**

The Town adheres to the following procedures in establishing the budgetary data included in the general fund financial statements. The Board of Finance submits a proposed General Fund operating budget for the fiscal year commencing July 1, to the annual Town budget meeting, at which taxpayer comments are obtained. The General Fund operating budget includes proposed expenditures and the means of financing them.

- Prior to July 1, the budget is legally adopted.
- Additional appropriations for \$5,000 or less must be approved by the Board of Selectmen.
- All transfers within or between departments and additional appropriations of over \$5,000 must be made by the Board of Selectmen with the approval of the Board of Finance.
- Additional appropriations by the Board of Selectmen cannot exceed \$50,000.
- Supplemental appropriations beyond those approved under additional appropriations, shall not exceed 2% of the current tax levy.
- Formal budgetary integration is employed as a management control device during the year.
- The legal level of control (the level at which expenditures may not legally exceed appropriations) is at the department level.
- Budgeted amounts shown are as originally adopted, or as amended by the Board of Selectmen and Board of Finance during the course of the year.
- Supplemental and additional appropriations of \$581,016 were approved during the year by the Board of Selectmen, Board of Finance and Town Meeting.

A reconciliation of General Fund budgetary basis is as follows:

	General Fund	
	Revenues and Transfers in	Expenditures and Transfers Out
Budgetary basis	\$ 65,911,762	\$ 64,973,856
On-behalf payments for state teachers retirement	5,146,000	5,146,000
Transfer from Communications Tower Fund	138,000	138,000
Transfer from Self Funded Recreation Programs	30,000	30,000
Changes in reserves for encumbrances and liquidation of encumbrances	-	(10,153)
Reclassification to General Fund, as funds were previously reported as Special Revenue Funds, and no longer meet the definition in accordance with GASB 54	647,793	574,142
GAAP Basis	<u>\$ 71,873,555</u>	<u>\$ 70,851,845</u>

**Town of Weston, Connecticut**

**Note to Required Supplementary Information (Continued)**  
**June 30, 2014**  
**(unaudited)**

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**Note 1. Budgets and Budgetary Accounting (Continued)**

Special Revenue Funds: The Town has legally adopted budgets for the youth services, senior center, and capital non-recurring, funds, but not for any of the other special revenue funds. Budgets for the various special revenue funds which are utilized to account for specific grant programs are established in accordance with the requirements of the grantor agencies. Such budgets are non-lapsing and may comprise more than one fiscal year.

Capital Project Funds: Legal authorization for expenditures of the capital project funds is provided by the related bond ordinances. Capital appropriations do not lapse until completion of the applicable projects.

**Supplemental and Combining and Individual  
Fund Financial Statements and Other Schedules**



**General Fund**



Town of Weston, Connecticut

Schedule of Revenues and Other Financing Sources - Budgetary Basis - Budget and Actual - General Fund  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual Budgetary Basis	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Taxes, Interest and Lien Fees</b>				
Property taxes	\$ 62,511,807	\$ 62,511,807	\$ 63,023,563	\$ 511,756
Interest and lien fees	260,000	260,000	338,245	78,245
<b>Total</b>	<b>62,771,807</b>	<b>62,771,807</b>	<b>63,361,808</b>	<b>590,001</b>
<b>Intergovernmental</b>				
Capital Improvement Grants	66,051	66,051	-	(66,051)
Education	948,564	948,564	955,781	7,217
Highway maintenance	125,997	251,151	251,145	(6)
Property tax relief	20,000	20,000	-	(20,000)
Telecommunications personal property tax	15,000	15,000	32,122	17,122
Mashantucket Pequot grant	-	-	7,239	7,239
Municipal Video Competition	20,000	20,000	12,142	(7,858)
Other	16,800	16,800	95,975	79,175
<b>Total</b>	<b>1,212,412</b>	<b>1,337,566</b>	<b>1,354,404</b>	<b>16,838</b>
<b>Income from Investments</b>				
Income from investments	275,000	275,000	270,137	(4,863)
<b>Charges for Services</b>				
Building inspections	170,000	170,000	234,817	64,817
Town Clerk fees	450,000	450,000	475,164	25,164
ZBA hearing fees	1,000	1,000	228	(772)
Planning and Zoning Commission fees	15,000	15,000	29,064	14,064
Conservation Commission fees	14,000	14,000	14,529	529
Rental income	-	-	2,664	2,664
Police report fees and fines	4,000	4,000	4,500	500
Selectman's Office fees	1,500	1,500	720	(780)
Public library receipts	-	-	389	389
Miscellaneous Town and BOE receipts	15,000	15,000	132,578	117,578
Animal Control Fees	10,000	10,000	8,917	(1,083)
Booster Barn Repayment	19,000	19,000	20,220	1,220
Assessor's copier receipts	1,000	1,000	653	(347)
Freedom of Information	-	-	970	970
<b>Total</b>	<b>700,500</b>	<b>700,500</b>	<b>925,413</b>	<b>224,913</b>
<b>Total revenues</b>	<b>64,959,719</b>	<b>65,084,873</b>	<b>65,911,762</b>	<b>826,889</b>
<b>Total revenues and other financing sources</b>	<b>\$ 64,959,719</b>	<b>\$ 65,084,873</b>	<b>\$ 65,911,762</b>	<b>\$ 826,889</b>

Town of Weston, Connecticut

Schedule of Expenditures and Other Financing Uses - Budgetary Basis - Budget and Actual -  
 General Fund  
 For the Year Ended June 30, 2014

	Budgeted Amounts		Actual Budgetary Basis	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>General Government</b>				
Administration	\$ 624,818	\$ 504,246	\$ 504,246	\$ -
General administration	4,189,000	3,907,870	3,907,870	-
Probate Court	4,000	4,002	4,002	-
Elections / registrars	38,010	35,708	35,708	-
Board of Finance	51,400	51,000	51,000	-
Assessor	123,520	123,526	123,526	-
Tax Collector	100,534	101,481	101,481	-
Legal counsel	259,400	144,357	144,357	-
Town Clerk	128,362	129,819	129,819	-
Land Use Department	343,189	341,409	341,409	-
<b>Total</b>	<b>6,079,824</b>	<b>5,554,255</b>	<b>5,554,255</b>	<b>-</b>
<b>Public Safety and Protection</b>				
Police services	1,761,816	1,878,667	1,878,667	-
Fire Marshal	55,338	54,874	54,874	-
Weston Volunteer Fire Department	222,150	222,094	222,094	-
Communications Center:		-		
Expenditures	372,496	391,547	391,547	-
Transfer from Communications Tower Fund	(138,000)	(138,000)	(138,000)	-
	234,496	253,547	253,547	-
Dog Registration	70,614	69,854	69,854	-
<b>Total</b>	<b>2,344,414</b>	<b>2,479,036</b>	<b>2,479,036</b>	<b>-</b>
<b>Public Works</b>				
Highway	1,777,135	1,971,795	1,971,795	-
Water System Schools	34,700	35,266	35,266	-
<b>Total</b>	<b>1,811,835</b>	<b>2,007,061</b>	<b>2,007,061</b>	<b>-</b>
<b>Health and Welfare</b>				
Westport / Weston Health District	189,265	189,260	189,260	-
Southwestern Connecticut Emergency	12,515	12,515	12,515	-
Medical Services	1,300	-	-	-
Regional Paramedic	143,250	136,987	136,987	-
Human Services	78,969	79,304	79,304	-
<b>Total</b>	<b>425,299</b>	<b>418,066</b>	<b>418,066</b>	<b>-</b>

(Continued)

Town of Weston, Connecticut

Schedule of Expenditures and Other Financing Uses - Budgetary Basis - Budget and Actual -  
 General Fund (Continued)  
 For the Year Ended June 30, 2014

	Budgeted Amounts		Actual Budgetary Basis	Variance With Final Budget Positive (Negative)
	Original	Final		
Recreation				
Weston Public Library	\$ 401,973	\$ 393,926	\$ 393,926	\$ -
Commission for the elderly	114,556	108,430	108,430	-
Recreation Department:				
Expenditures	192,731	193,405	193,405	-
Transfer from self-funded recreation programs	(30,000)	(30,000)	(30,000)	-
	<u>162,731</u>	<u>163,405</u>	<u>163,405</u>	<u>-</u>
Park and school field maintenance	141,939	126,121	126,121	-
Middle School pool	85,951	97,510	97,510	-
<b>Total</b>	<u>907,150</u>	<u>889,392</u>	<u>889,392</u>	<u>-</u>
Debt Service				
Interest	2,294,632	2,294,631	2,294,631	-
Principal	4,260,000	4,260,000	4,260,000	-
	<u>6,554,632</u>	<u>6,554,631</u>	<u>6,554,631</u>	<u>-</u>
Board of Education	45,575,418	45,715,094	45,715,094	-
	<u>63,698,572</u>	<u>63,617,535</u>	<u>63,617,535</u>	<u>-</u>
Other Financing Uses				
Transfers out:				
Recycling and Transfer Station	87,005	120,000	120,000	-
Reserve fund for capital and nonrecurring expenditures	1,116,228	1,188,865	1,188,865	-
Water supply system	16,080	16,080	16,080	-
Youth Service Bureau	41,834	31,376	31,376	-
<b>Total other financing uses</b>	<u>1,261,147</u>	<u>1,356,321</u>	<u>1,356,321</u>	<u>-</u>
<b>Total expenditures and other         financing uses</b>	<u>\$ 64,959,719</u>	<u>\$ 64,973,856</u>	<u>\$ 64,973,856</u>	<u>\$ -</u>

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**Nonmajor Governmental Funds**

## **NONMAJOR GOVERNMENTAL FUNDS**

### ***SPECIAL REVENUE FUNDS***

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for a specific purpose.

**School Lunch Fund** - is used to account for the operations of the schools' cafeterias, including the receipt and expenditure of related state funding.

**Board of Education Grants** - is used to account for revenue from federal and state grants for education.

**Youth Service Bureau** - is used to account for the operations of the Youth Service Bureau.

**Library Board Fund** – is used to account for the operations of the Town's library that are not funded through the annual Town operating budget.

**Senior Citizens Center** – is used to account for the operations of the Senior Citizens Center.

**Communications Tower** – is used to account for rental fees from various cellular phone companies.

**Weston High School Fund** – is used to account for revenues from other sources for the Weston High School.

**Horace B. Hurlbutt Memorial Trust** – is used to account for revenue from the Horace B. Hurlbutt Memorial Trust.

**Morehouse Elderly Assistance** – is used to account for programs specific to elderly assistance.

**Social Services Fund** – is used to account for programs for individuals and families residing in Weston that meet income criteria.

**Gifts and Grants** – is used to account for various Town initiatives and programs.

**FEMA Storm Activity** – is used to account for activities related to storm reimbursements.

**Greyledge Fund** – is used to account for planting and maintenance of trees, shrubs, and plants alongside Weston's public roadways.

### ***CAPITAL PROJECTS FUNDS***

Capital Project Funds are used to account for the acquisition of major capital facilities or improvements other than those financed by proprietary funds.

**Capital Improvement Fund** is used to account for capital improvements done by the Town.

**Reserve Fund for Capital and Nonrecurring Expenditures** - is used to account for projects to be funded from bond proceeds.

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Town of Weston, Connecticut

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 June 30, 2014

	Special Revenue Funds				
	School Lunch	Board of Education Grants	Youth Service Bureau	Library Board Fund	Senior Citizens Center
<b>Assets</b>					
Cash and cash equivalents	\$ 154,466	\$ 106,101	\$ -	\$ 1,974,099	\$ 47,718
Other receivables	13,239	374,545	1,098	-	200
Inventories	8,600	-	-	-	-
Due from other funds	-	106,519	99,687	-	-
<b>Total assets</b>	<b>\$ 176,305</b>	<b>\$ 587,165</b>	<b>\$ 100,785</b>	<b>\$ 1,974,099</b>	<b>\$ 47,918</b>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Accounts payable	\$ 64,781	\$ 183,907	\$ -	\$ -	\$ -
Advances from other funds	-	-	-	-	-
Due to other funds	-	390,883	-	-	29,099
Unearned revenues	-	-	-	-	-
<b>Total liabilities</b>	<b>64,781</b>	<b>574,790</b>	<b>-</b>	<b>-</b>	<b>29,099</b>
<b>Fund Balances (Deficits)</b>					
Nonspendable	8,600	-	-	-	-
Restricted	102,924	12,375	-	1,974,099	-
Committed	-	-	100,785	-	18,819
Unassigned	-	-	-	-	-
<b>Total fund balances (deficits)</b>	<b>111,524</b>	<b>12,375</b>	<b>100,785</b>	<b>1,974,099</b>	<b>18,819</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 176,305</b>	<b>\$ 587,165</b>	<b>\$ 100,785</b>	<b>\$ 1,974,099</b>	<b>\$ 47,918</b>

Special Revenue Funds

Communications Tower	Weston High School Fund	Horace B. Hurlbutt Memorial Trust	Morehouse Elderly Assistance	Social Services Fund	Gifts and Grants	FEMA Storm Activity
\$ -	\$ 11,942	\$ 12,418	\$ 153,085	\$ 57,038	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
279,293	-	-	-	-	325,297	28,286
<u>\$ 279,293</u>	<u>\$ 11,942</u>	<u>\$ 12,418</u>	<u>\$ 153,085</u>	<u>\$ 57,038</u>	<u>\$ 325,297</u>	<u>\$ 28,286</u>
-	-	-	-	635	-	-
-	-	-	-	-	-	-
-	-	-	15,294	3,445	-	-
-	-	-	-	-	327,411	-
-	-	-	15,294	4,080	327,411	-
-	-	-	-	-	-	-
-	-	12,418	137,791	-	-	28,286
279,293	11,942	-	-	52,958	-	-
-	-	-	-	-	(2,114)	-
<u>279,293</u>	<u>11,942</u>	<u>12,418</u>	<u>137,791</u>	<u>52,958</u>	<u>(2,114)</u>	<u>28,286</u>
<u>\$ 279,293</u>	<u>\$ 11,942</u>	<u>\$ 12,418</u>	<u>\$ 153,085</u>	<u>\$ 57,038</u>	<u>\$ 325,297</u>	<u>\$ 28,286</u>

(Continued)

Town of Weston, Connecticut

Combining Balance Sheet (Continued)  
 Nonmajor Governmental Funds  
 June 30, 2014

	Capital Projects Funds		Permanent Fund	Totals
	Capital Improvements	Reserve Fund for Capital and Nonrecurring Expenditures	Greyledge Fund	
<b>Assets</b>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 2,516,867
Other receivables	-	-	-	389,082
Inventories	-	-	-	8,600
Due from other funds	1,724,851	1,847,111	105,853	4,516,897
<b>Total assets</b>	<b>\$ 1,724,851</b>	<b>\$ 1,847,111</b>	<b>\$ 105,853</b>	<b>\$ 7,431,446</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts payable	\$ -	\$ 5,624	\$ -	\$ 254,947
Advances from other funds	582,550	-	-	582,550
Due to other funds	10,651	-	-	449,372
Unearned revenues	470,866	-	-	798,277
<b>Total liabilities</b>	<b>1,064,067</b>	<b>5,624</b>	<b>-</b>	<b>2,085,146</b>
<b>Fund Balances (Deficits)</b>				
Nonspendable	-	-	-	8,600
Restricted	660,784	-	105,853	3,034,530
Committed	-	1,841,487	-	2,305,284
Unassigned	-	-	-	(2,114)
<b>Total fund balances (deficits)</b>	<b>660,784</b>	<b>1,841,487</b>	<b>105,853</b>	<b>5,346,300</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 1,724,851</b>	<b>\$ 1,847,111</b>	<b>\$ 105,853</b>	<b>\$ 7,431,446</b>

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Town of Weston, Connecticut

Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)  
 Nonmajor Governmental Funds  
 For the Year Ended June 30, 2014

	Special Revenue Funds				
	School Lunch	Board of Education Grants	Youth Service Bureau	Library Board Fund	Senior Citizens Center
Revenues					
Intergovernmental	\$ -	\$ 745,467	\$ 18,937	\$ -	\$ 15,416
Income from investments	-	-	-	-	-
Charges for services	1,390,210	-	191,105	9,576	-
Other revenues	-	-	-	-	15,255
<b>Total revenues</b>	<b>1,390,210</b>	<b>745,467</b>	<b>210,042</b>	<b>9,576</b>	<b>30,671</b>
Expenditures					
General government	-	-	235,055	37,751	44,663
Education	1,402,996	745,467	-	-	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>1,402,996</b>	<b>745,467</b>	<b>235,055</b>	<b>37,751</b>	<b>44,663</b>
<b>Revenues over (under) expenditures</b>	<b>(12,786)</b>	<b>-</b>	<b>(25,013)</b>	<b>(28,175)</b>	<b>(13,992)</b>
Other Financing Sources (Uses)					
Transfers in	-	-	31,376	-	16,085
Transfers out	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>31,376</b>	<b>-</b>	<b>16,085</b>
<b>Net change in fund balance (deficits)</b>	<b>(12,786)</b>	<b>-</b>	<b>6,363</b>	<b>(28,175)</b>	<b>2,093</b>
Fund Balances (Deficits), beginning	124,310	12,375	94,422	2,002,274	16,726
Fund Balances (Deficits), ending	\$ 111,524	\$ 12,375	\$ 100,785	\$ 1,974,099	\$ 18,819

Special Revenue Funds

Communications Tower	Weston High School Fund	Horace B. Hurlbutt Memorial Trust	Morehouse Elderly Assistance	Social Services Fund	Gifts and Grants	FEMA Storm Activity
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 284,117
-	-	-	831	-	-	-
160,869	420	1,253	-	-	-	-
-	-	-	-	13,886	3,332	-
160,869	420	1,253	831	13,886	3,332	284,117
60,529	-	-	-	4,572	5,396	-
-	4,175	-	-	-	-	-
-	-	-	-	-	-	-
60,529	4,175	-	-	4,572	5,396	-
100,340	(3,755)	1,253	831	9,314	(2,064)	284,117
-	-	-	-	-	-	-
(138,000)	-	-	-	-	-	-
(138,000)	-	-	-	-	-	-
(37,660)	(3,755)	1,253	831	9,314	(2,064)	284,117
316,953	15,697	11,165	136,960	43,644	(50)	(255,831)
\$ 279,293	\$ 11,942	\$ 12,418	\$ 137,791	\$ 52,958	\$ (2,114)	\$ 28,286

(Continued)

Town of Weston, Connecticut

Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) (Continued)  
 Nonmajor Governmental Funds  
 For the Year Ended June 30, 2014

	Capital Projects Fund		Permanent Fund	Totals
	Capital Improvements	Reserve Fund for Capital and Nonrecurring Expenditures	Greylodge Fund	
Revenues				
Intergovernmental	\$ 108,146	\$ -	\$ -	\$ 1,172,083
Income from investments	-	-	-	831
Charges for services	-	-	-	1,753,433
Other revenues	177,366	-	25,196	235,035
<b>Total revenues</b>	<b>285,512</b>	<b>-</b>	<b>25,196</b>	<b>3,161,382</b>
Expenditures				
General government	-	-	8,489	396,455
Education	-	-	-	2,152,638
Capital outlay	569,028	1,786,115	-	2,355,143
<b>Total expenditures</b>	<b>569,028</b>	<b>1,786,115</b>	<b>8,489</b>	<b>4,904,236</b>
<b>Revenues over (under) expenditures</b>	<b>(283,516)</b>	<b>(1,786,115)</b>	<b>16,707</b>	<b>(1,742,854)</b>
Other Financing Sources (Uses)				
Transfers in	200,000	1,188,865	-	1,436,326
Transfers out	-	(200,000)	-	(338,000)
<b>Total other financing sources (uses)</b>	<b>200,000</b>	<b>988,865</b>	<b>-</b>	<b>1,098,326</b>
<b>Net change in fund balance (deficits)</b>	<b>(83,516)</b>	<b>(797,250)</b>	<b>16,707</b>	<b>(644,528)</b>
Fund Balances (Deficits), beginning	744,300	2,638,737	89,146	5,990,828
Fund Balances (Deficits), ending	\$ 660,784	\$ 1,841,487	\$ 105,853	\$ 5,346,300

**Nonmajor Enterprise Funds**

## **ENTERPRISE FUNDS**

Enterprise Funds are used to account for ongoing organizations and activities which are similar to those found in the private sector.

**Water Supply System** - is used to account for revenues and expenditures related to the Town's portion of the water supply system.

**Self-Funded Recreation Program** - is used to account for revenues and expenditures related to the Town's Park and Recreation programs.

**Recycling and Transfer Station** - is used to account for revenues and expenditures related to the Town's recycling and transfer station.

Town of Weston, Connecticut

Combining Statement of Net Position - Nonmajor Enterprise Funds  
June 30, 2014

	Business-Type Activities - Enterprise Funds			Total
	Water Supply System	Self-Funded Recreation Programs	Recycling and Transfer Station	
<b>Assets</b>				
Current assets:				
Cash and cash equivalents	\$ 11,504	\$ 59,838	\$ -	\$ 71,342
Accounts receivable	6,191	-	33,220	39,411
Due from other funds	-	180,240	-	180,240
<b>Total current assets</b>	<b>17,695</b>	<b>240,078</b>	<b>33,220</b>	<b>290,993</b>
Noncurrent assets:				
Capital assets, net of accumulated depreciation	65,621	-	80,794	146,415
<b>Total noncurrent assets</b>	<b>65,621</b>	<b>-</b>	<b>80,794</b>	<b>146,415</b>
<b>Total assets</b>	<b>83,316</b>	<b>240,078</b>	<b>114,014</b>	<b>437,408</b>
<b>Liabilities</b>				
Current liabilities:				
Unearned revenue	-	103,356	-	103,356
Due to other funds	65,915	-	57,236	123,151
<b>Total current liabilities</b>	<b>65,915</b>	<b>103,356</b>	<b>57,236</b>	<b>226,507</b>
<b>Net Position</b>				
Net Investment in capital assets	65,621	-	80,794	146,415
Unrestricted (deficit)	(48,220)	136,722	(24,016)	64,486
<b>Total net position</b>	<b>\$ 17,401</b>	<b>\$ 136,722</b>	<b>\$ 56,778</b>	<b>\$ 210,901</b>

Town of Weston, Connecticut

Combining Statement of Revenues, Expenses and Changes in Fund Net Position -  
 Nonmajor Enterprise Funds  
 For the Year Ended June 30, 2014

	Business-Type Activities - Enterprise Funds			Total
	Water Supply System	Self-Funded Recreation Programs	Recycling and Transfer Station	
Operating Revenues				
Charges for services	\$ 18,909	\$ 390,224	\$ 276,161	\$ 685,294
<b>Total operating revenues</b>	<b>18,909</b>	<b>390,224</b>	<b>276,161</b>	<b>685,294</b>
Operating Expenses				
Costs of services	34,442	381,375	404,875	820,692
Depreciation	4,727	78	3,286	8,091
<b>Total operating expenses</b>	<b>39,169</b>	<b>381,453</b>	<b>408,161</b>	<b>828,783</b>
<b>Operating (loss) income</b>	<b>(20,260)</b>	<b>8,771</b>	<b>(132,000)</b>	<b>(143,489)</b>
Nonoperating Revenues				
Interest income	2	503	-	505
<b>Total nonoperating revenues</b>	<b>2</b>	<b>503</b>	<b>-</b>	<b>505</b>
<b>Net (loss) income before transfers</b>	<b>(20,258)</b>	<b>9,274</b>	<b>(132,000)</b>	<b>(142,984)</b>
Transfers				
Transfers in	12,060	-	120,000	132,060
Transfers out	-	(30,000)	-	(30,000)
	<b>12,060</b>	<b>(30,000)</b>	<b>120,000</b>	<b>102,060</b>
<b>Change in net position</b>	<b>(8,198)</b>	<b>(20,726)</b>	<b>(12,000)</b>	<b>(40,924)</b>
Fund Net Position, beginning	25,599	157,448	68,778	251,825
Fund Net Position, ending	\$ 17,401	\$ 136,722	\$ 56,778	\$ 210,901

Town of Weston, Connecticut

Combining Statement of Cash Flows - Nonmajor Enterprise Funds  
For the Year Ended June 30, 2014

	Business-Type Activities - Enterprise Funds			
	Water Supply System	Self-Funded Recreation Programs	Recycling and Transfer Station	Total
<b>Cash Flows From Operating Activities</b>				
Receipts from customers and users	\$ 16,759	\$ 407,683	\$ 290,609	\$ 715,051
Payments to suppliers and personnel	(32,061)	(381,375)	(410,609)	(824,045)
<b>Net cash provided by (used in) operating activities</b>	<b>(15,302)</b>	<b>26,308</b>	<b>(120,000)</b>	<b>(108,994)</b>
<b>Cash Flows From Investing Activities</b>				
Interest income	2	503	-	505
<b>Cash Flows From Non-Capital Financing Activities</b>				
Transfers:				
From/to other funds	12,060	(30,000)	120,000	102,060
<b>Net decrease in cash and cash equivalents</b>	<b>(3,240)</b>	<b>(3,189)</b>	<b>-</b>	<b>(6,429)</b>
<b>Cash and Cash Equivalents</b>				
Beginning	14,744	63,027	-	77,771
Ending	\$ 11,504	\$ 59,838	\$ -	\$ 71,342
<b>Reconciliation of Operating (Loss) Income to Net Cash Provided By (Used in) Operating Activities:</b>				
Operating (loss) income	\$ (20,260)	\$ 8,771	\$ (132,000)	\$ (143,489)
Adjustments to reconcile operating (loss) income to net cash provided by (used in) operating activities:				
Depreciation	4,727	78	3,286	8,091
Changes in assets and liabilities:				
Decrease (increase) in other receivables	(2,150)	-	14,448	12,298
(Increase) in unearned revenue	-	3,360	-	3,360
Decrease in due from other funds	-	14,099	-	14,099
Increase (decrease) in due to other funds	2,381	-	(5,734)	(3,353)
<b>Net cash provided by (used in) operating activities</b>	<b>\$ (15,302)</b>	<b>\$ 26,308</b>	<b>\$ (120,000)</b>	<b>\$ (108,994)</b>

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**Fiduciary Funds**

## **FIDUCIARY FUNDS**

Fiduciary Funds are used to account for assets held in a trustee capacity for others, and include Pension Trusts and Agency Funds.

**Private Purpose Trust Funds** - are used to account for resources legally held in trust for the benefit of individuals, private organizations or other governments. The Town's Private Purpose Trust Fund is listed below:

**Mariana L. Clark**

**Agency Funds** - are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or funds.

The Town's agency funds are as follows:

**Student Activity Fund  
Police Survivors  
School Athletic**

Town of Weston, Connecticut

Statement of Private Purpose Trust Fund Net Position - Fiduciary Funds  
June 30, 2014

	Private Purpose Trust Fund
	Mariana L. Clark
<hr/>	
<b>Assets</b>	
Cash and cash equivalents	\$ 129,433
<b>Total assets</b>	<u>129,433</u>
<b>Net Position Held in Trust</b>	
For donors' intentions	129,433
<b>Total net position</b>	<u><u>\$ 129,433</u></u>

Town of Weston, Connecticut

Statement of Changes in Net Position - Private Purpose Trust Fund  
For the Year Ended June 30, 2014

	<u>Private Purpose Trust Fund</u> Mariana L. Clark
<hr/>	
Additions	
Investment Income:	
Interest and dividends	\$ 645
<b>Total additions</b>	<u>645</u>
<b>Net change in net position</b>	645
Net Position Held in Trust	
Beginning of year	<u>128,788</u>
End of year	<u><u>\$ 129,433</u></u>

Town of Weston, Connecticut

Combining Statement of Changes in Assets and Liabilities - Agency Funds  
For the Year Ended June 30, 2014

	Balance July 1, 2013	Additions	Deletions	Balance June 30, 2014
<b>Student Activity Fund</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 312,258	\$ 553,676	\$ (587,060)	\$ 278,874
<b>Liabilities</b>				
Other liabilities	\$ 312,258	\$ 553,676	\$ (587,060)	\$ 278,874
<b>Police Survivor</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 5,183	\$ 8	\$ -	\$ 5,191
<b>Liabilities</b>				
Other liabilities	\$ 5,183	\$ 8	\$ -	\$ 5,191
<b>School Athletic</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 6,864	\$ 155,593	\$ (147,536)	\$ 14,921
<b>Liabilities</b>				
Other liabilities	\$ 6,864	\$ 155,593	\$ (147,536)	\$ 14,921
<b>Totals</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 324,305	\$ 709,277	\$ (734,596)	\$ 298,986
<b>Liabilities</b>				
Other liabilities	\$ 324,305	\$ 709,277	\$ (734,596)	\$ 298,986

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**Capital Assets Used in the Operation  
Of Governmental Funds**



Town of Weston, Connecticut

Capital Assets Used in the Operation of Governmental Funds - Schedule by Category -  
Historical Cost  
June 30, 2014

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Governmental Funds Capital Assets	
Land	\$ 10,148,899
Buildings and improvements	114,443,172
Land Improvements	5,147,219
Machinery, equipment and vehicle	13,870,843
Infrastructure	17,510,751
Construction in progress	1,307,420
<b>Total</b>	<b>\$ 162,428,304</b>

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**Other Schedules**



Town of Weston, Connecticut

Balance Sheet - By Account - General Fund  
June 30, 2014

	General Fund	BOE Miscellaneous	Elimination 1	General Fund Combined
<b>Assets</b>				
Cash and cash equivalents	\$ 9,339,842	\$ 186,117	\$ -	\$ 9,525,959
Investments	11,445,822	-	-	11,445,822
Receivables, net of allowances for collection losses:				
Property taxes	1,719,068	-	-	1,719,068
Intergovernmental and other	174,419	77,720	-	252,139
Inventories and prepaids	263,606	-	-	263,606
Due from other funds	728,907	-	(128,371)	600,536
Advances to other funds	582,550	-	-	582,550
<b>Total assets</b>	<b>\$ 24,254,214</b>	<b>\$ 263,837</b>	<b>\$ (128,371)</b>	<b>\$ 24,389,680</b>
<b>Liabilities</b>				
Accounts payable and accruals	\$ 2,519,757	\$ -	\$ -	\$ 2,519,757
Due to other funds	7,034,303	128,371	(128,371)	7,034,303
Unearned revenue	93,928	-	-	93,928
<b>Total liabilities</b>	<b>9,647,988</b>	<b>128,371</b>	<b>(128,371)</b>	<b>9,647,988</b>
<b>Deferred Inflows of Resources</b>				
Taxes collected in advance	778,170	-	-	778,170
Unavailable resources	1,535,540	-	-	1,535,540
<b>Total deferred inflows of resources</b>	<b>2,313,710</b>	<b>-</b>	<b>-</b>	<b>2,313,710</b>
<b>Fund Balances</b>				
Nonspendable	846,156	-	-	846,156
Committed	329,500	-	-	329,500
Assigned	419,287	135,466	-	554,753
Unassigned	10,697,573	-	-	10,697,573
<b>Total fund balances</b>	<b>12,292,516</b>	<b>135,466</b>	<b>-</b>	<b>12,427,982</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 24,254,214</b>	<b>\$ 263,837</b>	<b>\$ (128,371)</b>	<b>\$ 24,389,680</b>

Town of Weston, Connecticut

Schedule of Revenues, Expenditures and Changes in Fund Balances - By Account - General Fund  
For the Year Ended June 30, 2014

	General Fund	BOE Miscellaneous	General Fund Combined
<b>Revenues</b>			
Property taxes	\$ 63,361,808	\$ -	\$ 63,361,808
Intergovernmental	6,500,404	-	6,500,404
Income from investments	329,935	-	329,935
Net depreciation in fair value of investments	(59,798)	-	(59,798)
Charges for services	772,615	647,793	1,420,408
Other revenues	152,798	-	152,798
<b>Total revenues</b>	<b>71,057,762</b>	<b>647,793</b>	<b>71,705,555</b>
<b>Expenditures</b>			
Current:			
General government	5,656,288	-	5,656,288
Public safety	2,617,444	-	2,617,444
Public works	2,105,962	-	2,105,962
Health and welfare	417,271	-	417,271
Culture and recreation	902,371	-	902,371
Education	50,655,349	574,142	51,229,491
Debt service:			
Principal retirements	4,260,000	-	4,260,000
Interest and other charges	2,294,632	-	2,294,632
<b>Total expenditures</b>	<b>68,909,317</b>	<b>574,142</b>	<b>69,483,459</b>
<b>Revenues over (under) expenditures</b>	<b>2,148,445</b>	<b>73,651</b>	<b>2,222,096</b>
<b>Other Financing Sources (Uses)</b>			
Transfers in	168,000	-	168,000
Transfers out	(1,368,386)	-	(1,368,386)
<b>Total other financing sources (uses)</b>	<b>(1,200,386)</b>	<b>-</b>	<b>(1,200,386)</b>
<b>Net change in fund balance</b>	<b>948,059</b>	<b>73,651</b>	<b>1,021,710</b>
Fund Balances, beginning	11,344,457	61,815	11,406,272
Fund Balances, ending	<b>\$ 12,292,516</b>	<b>\$ 135,466</b>	<b>\$ 12,427,982</b>

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Town of Weston, Connecticut

Schedule of Property Taxes Levied, Collected and Outstanding - General Fund  
For the Year Ended June 30, 2014

Grand List Year	Taxes Receivable July 1, 2013	Current Levy	Lawful Corrections		Balance To Be Collected
			Additions	Deletions	
2012	\$ -	\$ 63,356,776	\$ 128,298	\$ 117,361	\$ 63,367,713
2011	663,559	-	1,777	6,854	658,482
2010	275,409	-	1,401	1,920	274,890
2009	179,268	-	-	3,749	175,519
2008	137,203	-	222	241	137,184
2007	96,737	-	1,618	-	98,355
2006	51,719	-	1,865	-	53,584
2005	20,350	-	2,009	-	22,359
2004	9	-	1,177	-	1,186
2003	10,025	-	5	-	10,030
2002	-	-	38	-	38
2001	-	-	-	-	-
2000	-	-	241	-	241
1999	-	-	171	-	171
1998	4,520	-	923	-	5,443
	<u>\$ 1,438,799</u>	<u>\$ 63,356,776</u>	<u>\$ 139,745</u>	<u>\$ 130,125</u>	<u>\$ 64,805,195</u>

Transfers to Suspense	Refund Adjustments	Collections				Total	Balance	Refund	Taxes
		Taxes	Interest	Fees & Liens	Uncollected		Balance	Receivable	
						June 30, 2014	June 30, 2014	June 30, 2014	
\$ -	\$ 54,423	\$ 62,565,863	\$ 193,351	\$ 1,641	\$ 62,760,855	856,273	\$ 23,706	\$ 879,979	
-	(31,318)	344,691	74,252	2,518	421,461	282,473	70,214	352,687	
-	(37,814)	86,690	33,221	1,952	121,863	150,386	50,132	200,518	
-	(15,651)	24,346	8,173	1,137	33,656	135,522	21,168	156,690	
20,142	(8,281)	9,986	7,307	444	17,737	98,775	8,123	106,898	
6,632	(22,666)	4,535	4,645	139	9,319	64,522	22,666	87,188	
980	(17,025)	1,095	1,187	143	2,425	34,484	17,025	51,509	
220	-	1,262	1,606	247	3,115	20,877	-	20,877	
-	-	1,177	1,714	-	2,891	9	-	9	
19	-	5	8	-	13	10,006	-	10,006	
-	-	38	74	-	112	-	-	-	
-	-	-	-	-	-	-	-	-	
-	-	241	529	-	770	-	-	-	
-	-	171	425	-	596	-	-	-	
-	-	5,443	7,158	24	12,625	-	-	-	
<b>\$ 27,993</b>	<b>\$ (78,332)</b>	<b>\$ 63,045,543</b>	<b>\$ 333,650</b>	<b>\$ 8,245</b>	<b>\$ 63,387,438</b>	<b>\$ 1,653,327</b>	<b>\$ 213,034</b>	<b>\$ 1,866,361</b>	

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